

Reliance Ambit Trade Private Limited
Financial Statements
2020-21

RELIANCE AMBIT TRADE PRIVATE LIMITED**INDEPENDENT AUDITOR'S REPORT****To the Members of RELIANCE AMBIT TRADE PRIVATE LIMITED****Report on the Audit of Financial Statements****Opinion**

We have audited the accompanying financial statements of **Reliance Ambit Trade Private Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2021, the Statement of Profit and Loss, including the statement of Other Comprehensive Income, the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and a summary of significant accounting policies and other explanatory information (hereinafter referred to as "Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, its Loss including Other Comprehensive Income, its Cash Flows and the Statement of Changes in Equity for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing ("SA") specified under Section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the financial statements.

Information Other than the Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Board report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information that we obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibility of the Management for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Act, with respect to the preparation of these Financial Statements that give a true and fair view of the Financial Position, Financial Performance including Other Comprehensive Income, Cash Flows and the Changes in Equity of the Company in accordance with the Ind AS and other accounting principles generally accepted in India.

This responsibility also includes maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of the appropriate accounting policies; making judgements and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and fair presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system with reference to financial statements in place and the operating effectiveness of such controls.

Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.

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2. As required by Section 143(3) of the Act, we report that:

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
- b) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
- c) The Balance Sheet, Statement of Profit and Loss including Other Comprehensive Income , the Cash Flow Statement and Statement of Changes in Equity dealt with by this report are in agreement with the books of account;
- d) In our opinion, the aforesaid financial statements comply with the Indian Accounting Standards specified under section 133 of the Act;
- e) On the basis of written representations received from the directors as on March 31 , 2021 taken on record by the Board of Directors, none of the directors is disqualified as on March 31 , 2021, from being appointed as a director in terms of section 164(2) of the Act;
- f) With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls with reference to financial statements;
- g) With respect to the other matters to be included in the Auditor's Report in accordance with Rules 11 of the Companies (Audit and Auditors) Rules, 2014, as amended , in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigations which would impact on its financial position.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For **Chaturvedi & Shah LLP**

Chartered Accountants

Firm Registration no. 101720W/W100355

Jignesh Mehta

Partner

Membership No.: 102749

UDIN: 21102749AAAAIU4928

Place : Mumbai

Date : April 23, 2021

RELIANCE AMBIT TRADE PRIVATE LIMITED**“ANNEXURE A” TO THE INDEPENDENT AUDITORS’ REPORT ON THE FINANCIAL STATEMENTS OF RELIANCE AMBIT TRADE PRIVATE LIMITED**

(Referred to in Paragraph 1 under the heading of “Report on other legal and regulatory requirements” of our report of even date)

- i) In respect of its fixed assets :
 - a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets on the basis of available information.
 - b) As explained to us, all the fixed assets have been physically verified by the management in a phased periodical manner, which in our opinion is reasonable, having regard to the size of the Company and nature of its assets. No material discrepancies were noticed on such physical verification.
 - c) According to the information and explanations given to us and the title deeds and other records examined by us, we report that the title deeds in respect of all the immovable properties of lands which are freehold and disclosed as fixed assets in the financial statement and buildings are held in the Company’s name or in the Company’s erstwhile name as at the balance sheet date.
- ii) As the Company had no Inventories during the year, clause (ii) of paragraph of 3 of the Order is not applicable to the Company.
- iii) The Company has not granted any loans, secured or unsecured to companies, firms, limited liability partnerships or other parties covered in the register maintained under Section 189 of the Act. Consequently, the requirement of clause (iii) (a) to clause (iii) (c) of paragraph 3 of the Order is not applicable to the Company.
- iv) Company not directly or indirectly advanced loan to the persons covered under Section 185 of the Act or given guarantees or securities in connection with the loan taken by such persons. The Company has complied with provision of Section 186 of the Act with respect to investment made, the company has not given any loan or any guarantee or security in connection with the loan to any person or body corporate covered under section 186 of the Act. .
- v) According to the information and explanations given to us, the Company has not accepted any deposits within the meaning of provisions of sections 73 to 76 or any other relevant provisions of the Act and the rules framed there under. Therefore, the clause (v) of paragraph 3 of the Order is not applicable to the Company.
- vi) To the best of our knowledge and explanations given to us, the Central Government has not prescribed the maintenance of cost records under sub section (1) of Section 148 of the Act in respect of the activities undertaken by the Company.
- vii) In respect of Statutory dues :
 - a) The company is generally regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, Employees’ State Insurance, Income-tax, Sales-tax, Goods and Service Tax, Duty of Customs, Duty of Excise, Value Added Tax, Cess and Other Statutory Dues applicable to it.
 - b) According to the information and explanations provided to us, no undisputed amount payable in respect of Provident Fund, Employees’ State Insurance, Income-tax, Sales-tax, Goods and Service Tax, Duty of Customs, Duty of Excise, Value Added Tax, Cess and Other Statutory Dues were outstanding, at the year end, for a period of more than six months from the date they became payable.
 - c) According to the information and explanation given to us, there are no dues of Income-tax, Sales-tax, Goods and Service Tax, Service Tax, Duty of Customs, Duty of Excise and Value Added Tax which have not been deposited with the appropriate authority on account of a dispute.
- viii) The Company has not raised any loans from financial institutions or banks or government. Further, no amounts were due for repayment to debenture holders. Therefore, the clause (viii) of paragraph 3 of the Order is not applicable to the Company.

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- ix) The company has not raised money by way of initial public offer or further public offer (including debt instruments) and term loans have been applied for the purpose for which they are raised.
- x) Based on the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and as per information and explanations given to us, no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the year.
- xi) Company has not paid any managerial remuneration during the year and hence clause (xi) of paragraph 3 of the Order is not applicable to the Company.
- xii) In our opinion company is not a nidhi company. Therefore, the provisions of clause (xii) of paragraph 3 of the Order are not applicable to the company.
- xiii) In our opinion and according to the information and explanations given to us, all transactions with related parties are in compliance with sections 177 and 188 of the Act and their details have been disclosed in the financial statements etc., as required by the applicable accounting standards.
- xiv) In our opinion and according to the information and explanations given to us, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year and hence clause (xiv) of paragraph 3 of the Order is not applicable to the company.
- xv) In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transaction with the directors or persons connected with him and covered under section 192 of the Act. Hence, clause (xv) of the paragraph 3 of the Order is not applicable to the Company.
- xvi) To the best of our knowledge and as explained, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For **Chaturvedi & Shah LLP**

Chartered Accountants

Firm Registration no. 101720W/W100355

Jignesh Mehta

Partner

Membership No.: 102749

UDIN: 21102749AAAAIU4928

Place : Mumbai

Date : April 23, 2021

RELIANCE AMBIT TRADE PRIVATE LIMITED**ANNEXURE “B” TO THE INDEPENDENT AUDITOR’S REPORT ON THE FINANCIAL STATEMENTS OF RELIANCE AMBIT TRADE PRIVATE LIMITED**

(Referred to in paragraph 2 (f) under ‘Report on Other Legal and Regulatory Requirements’ of our report of even date)

Report on the Internal Financial Controls with reference to the aforesaid Financial Statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”)

We have audited the internal financial controls with reference to Financial Statements of **Reliance Ambit Trade Private Limited** (“the Company”) as of March 31, 2021 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

The Company’s management is responsible for establishing and maintaining internal financial controls based on the internal control with reference to financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) issued by the Institute of Chartered Accountants of India (“ICAI”). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditor’s Responsibility

Our responsibility is to express an opinion on the Company’s internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note issued by ICAI and the Standards on Auditing prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to financial statements was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements included obtaining an understanding of internal financial controls, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor’s judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company’s internal financial controls system with reference to financial statements.

Meaning of Internal Financial Controls With Reference To Financial Statements

A company’s internal financial control with reference to financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company’s internal financial control with reference to financial statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company ; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company’s assets that could have a material effect on the Financial statements.

RELIANCE AMBIT TRADE PRIVATE LIMITED**Inherent Limitations of Internal Financial Controls With Reference To Financial Statements**

Because of the inherent limitations of internal financial controls with reference to financial statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls with reference to financial statements to future periods are subject to the risk that the internal financial control with reference to financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, adequate internal financial controls with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at March 31, 2021, based on the internal control with reference to financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note issued by ICAI.

For **Chaturvedi & Shah LLP**

Chartered Accountants

Firm Registration no. 101720W/W100355

Jignesh Mehta

Partner

Membership No.: 102749

UDIN: 21102749AAAAIU4928

Place : Mumbai

Date : April 23, 2021

| | | ₹ in thousand | |
|--------------------------------------|-------|---------------------------|---------------------------|
| | Notes | As at 31st March, 2021 | As at 31st March, 2020 |
| ASSETS | | | |
| Non-Current Assets | | | |
| Property, Plant and Equipment | 1 | 77 43 220 | 77 80 763 |
| Capital Work-in-Progress | 1 | 1 164 | - |
| Intangible Assets | 1 | 16 265 | 16 265 |
| Financial Assets | | | |
| Investments | 2 | 13 55 900 | 13 55 900 |
| Other Non-Current Assets | 3 | 9 600 | 12 211 |
| Total Non-Current assets | | 91 26 149 | 91 65 139 |
| Current Assets | | | |
| Financial Assets | | | |
| Trade Receivables | 4 | 69 050 | 55 447 |
| Cash and Cash Equivalents | 5 | 5 979 | 102 |
| Other Current Assets | 6 | 110 | 47 |
| Total Current Assets | | 75 139 | 55 596 |
| Total Assets | | 92 01 288 | 92 20 735 |
| EQUITY AND LIABILITIES | | | |
| Equity | | | |
| Equity Share Capital | 7 | 10 000 | 10 000 |
| Other Equity | 8 | 91 27 788 | 91 31 485 |
| Total equity | | 91 37 788 | 91 41 485 |
| Liabilities | | | |
| Non-Current Liabilities | | | |
| Financial Liabilities | | | |
| Borrowings | 9 | 58 027 | 73 010 |
| Other Non-Current Liabilities | 10 | 895 | 1 064 |
| Total Non-Current Liabilities | | 58 922 | 74 074 |
| Current Liabilities | | | |
| Financial Liabilities | | | |
| Other Current Liabilities | 11 | 4 578 | 5 176 |
| Total Current Liabilities | | 4 578 | 5 176 |
| Total Liabilities | | 63 500 | 79 250 |
| Total Equity and Liabilities | | 92 01 288 | 92 20 735 |

Significant Accounting Policies

See accompanying Notes to the Financial Statements

1 to 25

As per our Report of even date

For and on behalf of the Board

For Chaturvedi & Shah LLP

Firm Registration No: 101720W/W100355
Chartered Accountants

Dhiren Dalal

Director
(DIN : 01218886)

Jignesh Mehta

Partner
Membership No: 102749

Gaurav Jain

Director
(DIN : 02697278)

Dated : 23rd April, 2021

RELIANCE AMBIT TRADE PRIVATE LIMITED
Statement of Profit & Loss for the year ended 31st March, 2021

Reliance Ambit Trade Private Limited 11

| | Notes | <u>2020-21</u> | <u>₹ in thousand</u> <u>2019-20</u> |
|-------------------------------------------------------------------|-------|------------------------|----------------------------------------|
| INCOME | | | |
| Income from Services | 12 | 60 363 | 77 592 |
| Less:GST Recovered | | (9 208) | (11 836) |
| Revenue from Operations | | 51 155 | 65 756 |
| Other Income | 13 | 449 | 376 |
| Total Income | | <u>51 604</u> | <u>66 132</u> |
| EXPENSES | | | |
| Finance Costs | 14 | 5 019 | 5 876 |
| Depreciation and Amortisation Expense | 1 | 37 544 | 37 459 |
| Other Expenses | 15 | 12 737 | 16 240 |
| Total Expenses | | <u>55 300</u> | <u>59 575</u> |
| Profit/(Loss) Before Tax | | (3 696) | 6 557 |
| Tax Expenses | 3A | | |
| Current Tax | | - | - |
| Deferred Tax | | - | - |
| Profit/(Loss) For the Year | | <u>(3 696)</u> | <u>6 557</u> |
| Other Comprehensive Income : | | | |
| a) Items that will be reclassified to Profit or loss | | - | - |
| b) Items that will not be reclassified to Profit or loss | | - | - |
| Total other Comprehensive Income for the Year (Net of Tax) | | <u>-</u> | <u>-</u> |
| Total Comprehensive Income for the Year | | <u>(3 696)</u> | <u>6 557</u> |
| EARNINGS PER EQUITY SHARE OF FACE VALUE OF ₹ 10 EACH | | | |
| Basic (in ₹) | 16 | (3.70) | 6.56 |
| Diluted (in ₹) | 16 | (3.70) | 0.01 |

Significant Accounting Policies

See accompanying Notes to the Financial Statements 1 to 25

As per our Report of even date

For and on behalf of the Board

For Chaturvedi & Shah LLP

Firm Registration No: 101720W/W100355
Chartered Accountants

Dhiren Dalal

Director
(DIN : 01218886)

Jignesh Mehta

Partner
Membership No: 102749

Gaurav Jain

Director
(DIN : 02697278)

Dated : 23rd April, 2021

A. Equity Share Capital

₹ in thousand

| Balance as at 1st April 2019 | Change during the year 2019-20 | Balance as at 31st March, 2020 | Change during the year 2020-21 | Balance as at 31st March, 2021 |
|------------------------------|--------------------------------|--------------------------------|--------------------------------|--------------------------------|
| 10 000 | - | 10 000 | - | 10 000 |

B. Other Equity

₹ in thousand

| | Reserves and Surplus | | | Instruments classified as Equity * | Total |
|----------------------------------------------|----------------------|-------------------------------|--------------------|------------------------------------|------------------|
| | Retained Earnings | Debenture Redemption Reserve* | Securities Premium | | |
| As at 31st March, 2020 | | | | | |
| Balance as at 1st April 2019 | 24 87 650 | 1 078 | 46 55 670 | 19 80 530 | 91 24 928 |
| Add: Total Comprehensive Income for the Year | 6 557 | - | - | - | 6 557 |
| Add: Transfer to / (from) Retained Earnings | (6 557) | 6 557 | - | - | - |
| Balance as at 31st March, 2020 | 24 87 650 | 7 635 | 46 55 670 | 19 80 530 | 91 31 485 |
| As at 31st March, 2021 | | | | | |
| Balance as at 1st April 2020 | 24 87 650 | 7 635 | 46 55 670 | 19 80 530 | 91 31 485 |
| Add: Total Comprehensive Income for the Year | (3 696) | - | - | - | (3 696) |
| Balance as at 31st March, 2021 | 24 83 954 | 7 635 | 46 55 670 | 19 80 530 | 91 27 788 |

* For further details, Refer Note 8

As per our Report of even date

For Chaturvedi & Shah LLP
Firm Registration No: 101720W/W100355
Chartered Accountants

Jignesh Mehta
Partner
Membership No: 102749

Dated : 23rd April, 2021

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For and on behalf of the Board

Dhiren Dalal
Director
(DIN : 01218886)

Gaurav Jain
Director
(DIN : 02697278)

| | <u>2020-21</u> | <u>2019-20</u> |
|----------------------------------------------------------------------------|------------------|-----------------|
| | | ₹ in thousand |
| A CASH FLOW FROM OPERATING ACTIVITIES | | |
| Net Profit / (Loss) before tax as per Statement of Profit and Loss | (3 696) | 6 557 |
| Adjusted for : | | |
| Depreciation and Amortisation Expenses | 37 544 | 37 459 |
| Interest Income | (449) | (376) |
| Finance Costs | 5 019 | 5 876 |
| Operating Profit / (Loss) before Working Capital Changes | <u>38 418</u> | <u>49 516</u> |
| Adjusted for : | | |
| Trade and Other Receivables | (13 666) | (27 185) |
| Trade and Other Payables | (769) | (8 228) |
| Cash Flow from / (used in) Operations | <u>23 983</u> | <u>14 103</u> |
| Taxes Paid (Net) | 2 611 | (6 094) |
| Net Cash Flow from / (used in) Operating Activities | <u>26 594</u> | <u>8 009</u> |
| B CASH FLOW FROM INVESTING ACTIVITIES | | |
| Purchase of Property, Plant and Equipment and Other Intangible Assets | (1 164) | (194) |
| Interest Income | 449 | 376 |
| Net Cash Flow from / (used in) Investing Activities | <u>(715)</u> | <u>182</u> |
| C CASH FLOW FROM FINANCING ACTIVITIES | | |
| Proceeds from Borrowings - Non - Current | 4 517 | 28 510 |
| Repayment of Borrowings - Non - Current | (19 500) | (31 200) |
| Interest Paid | (5 019) | (5 876) |
| Net Cash Flow from / (used in) Financing Activities | <u>(20 002)</u> | <u>(8 566)</u> |
| Net Increase/ (Decrease) in Cash and Cash Equivalents | 5 877 | (375) |
| Opening Balance of Cash and Cash Equivalents | 102 | 477 |
| Closing Balance of Cash and Cash Equivalents (Refer Note No. 5) | <u>5 979</u> | <u>102</u> |

CHANGE IN LIABILITY ARISING FROM FINANCING ACTIVITIES

| | <u>1st April, 2020</u> | <u>Cash Flows</u> | <u>31st March, 2021</u> |
|--------------------------------------|------------------------|-------------------|-------------------------|
| | | | (₹ in thousand) |
| Borrowings- Non-current (Note No. 9) | 73 010 | (14 983) | 58 027 |
| Total | <u>73 010</u> | <u>(14 983)</u> | <u>58 027</u> |
| | | | (₹ in thousand) |
| | <u>1st April, 2019</u> | <u>Cash Flows</u> | <u>31st March, 2020</u> |
| Borrowings- Non-current (Note No. 9) | 75 700 | (2 690) | 73 010 |
| Total | <u>75 700</u> | <u>(2 690)</u> | <u>73 010</u> |

As per our Report of even date

For and on behalf of the Board

For Chaturvedi & Shah LLP

Firm Registration No: 101720W/W100355

Chartered Accountants

Dhiren Dalal

Director

(DIN : 01218886)

Jignesh Mehta

Partner

Membership No: 102749

Gaurav Jain

Director

(DIN : 02697278)

Dated : 23rd April,2021

A. CORPORATE INFORMATION

Reliance Ambit Trade Private Limited [‘the company’] is a public limited company incorporated in India having its registered office and principal place of business at 4th Floor, Court House, Dhobi Talao, Lokmanya Tilak Marg, Mumbai-400002. The principal activity of the company is business of real estate and development of commercial properties in India.

B. SIGNIFICANT ACCOUNTING POLICIES

B.1 BASIS OF PREPARATION AND PRESENTATION

The Financial Statements have been prepared on the historical cost basis except for certain Financial assets and Financial liabilities which has been measured at fair value as per requirement of Ind AS.

The Financial Statements of the Company have been prepared to comply with the Indian Accounting standards (‘Ind AS’), including the rules notified under the relevant provisions of the Companies Act, 2013.

Company’s Financial Statements are presented in Indian Rupees (₹), which is also its functional currency and rounded off to the nearest thousand (₹’000) except when otherwise indicated.

B.2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Current and Non-Current Classification

The Company presents assets and liabilities in the Balance Sheet based on Current/ Non-Current classification.

An asset is treated as Current when it is –

- Expected to be realised or intended to be sold or consumed in normal operating cycle;
- Held primarily for the purpose of trading;
- Expected to be realised within twelve months after the reporting period, or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

A liability is current when:

- It is expected to be settled in normal operating cycle;
- It is held primarily for the purpose of trading;
- It is due to be settled within twelve months after the reporting period, or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

The Company classifies all other liabilities as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

(b) Property, Plant and Equipment:

Property, Plant and Equipment are stated at cost, net of recoverable taxes, trade discount and rebates less accumulated depreciation and impairment losses, if any. Such cost includes purchase price, borrowing cost and any cost directly attributable to bringing the assets to its working condition for its intended use, net charges on foreign exchange contracts and adjustments arising from exchange rate variations attributable to the assets. In case of land the Company has availed fair value as deemed cost on the date of transition to Ind AS.

Subsequent costs are included in the asset’s carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the entity and the cost can be measured reliably.

Property, Plant and Equipment which are significant to the total cost of that item of Property, Plant and Equipment and having different useful life are accounted separately.

Other Indirect Expenses incurred relating to project, net of income earned during the project development stage prior to its intended use, are considered as pre-operative expenses and disclosed under Capital Work-in-Progress.

NOTES to the Financial Statements for the year ended 31st March, 2021

Depreciation on Property, Plant and Equipment is provided using straight line method. Depreciation is provided based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013 except for premium paid on Leasehold Land which is amortised over the period of the lease. The residual values, useful life and methods of depreciation of Property, Plant and Equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

Gains or losses arising from derecognition of a Property, Plant and Equipment are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the Statement of Profit and Loss when the asset is derecognised.

(c) Leases

Leases for which the Company is a lessor is classified as a finance or operating lease. Whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee, the contract is classified as a finance lease. All other leases are classified as operating leases. For operating leases, rental income is recognized on a straight line basis over the term of the relevant lease.

The Company, as a lessee, recognizes a right-of-use asset and a lease liability for its leasing arrangements, if the contract conveys the right to control the use of an identified asset.

The contract conveys the right to control the use of an identified asset, if it involves the use of an identified asset and the Company has substantially all of the economic benefits from use of the asset and has right to direct the use of the identified asset. The cost of the right-of-use asset shall comprise of the amount of the initial measurement of the lease liability adjusted for any lease payments made at or before the commencement date plus any initial direct costs incurred. The right-of-use assets is subsequently measured at cost less any accumulated depreciation, accumulated impairment losses, if any and adjusted for any remeasurement of the lease liability. The right-of-use assets is depreciated using the straight-line method from the commencement date over the shorter of lease term or useful life of right-of-use asset.

The Company measures the lease liability at the present value of the lease payments that are not paid at the commencement date of the lease. The lease payments are discounted using the interest rate implicit in the lease, if that rate can be readily determined. If that rate cannot be readily determined, the Company uses incremental borrowing rate.

For short-term and low value leases, the Company recognizes the lease payments as an operating expense on a straight-line basis over the lease term.

(d) Intangible Assets

Intangible Assets are stated at cost of acquisition net of recoverable taxes, trade discount and rebates less accumulated amortisation / depletion and impairment losses, if any. Such cost includes purchase price, borrowing costs, and any cost directly attributable to bringing the asset to its working condition for the intended use, net charges on foreign exchange contracts and adjustments arising from exchange rate variations attributable to the Intangible Assets.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the entity and the cost can be measured reliably.

Other Indirect Expenses incurred relating to project, net of income earned during the project development stage prior to its intended use, are considered as pre-operative expenses and disclosed under Intangible Assets Under Development.

Gains or losses arising from derecognition of an Intangible Asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the Statement of Profit and Loss when the asset is derecognised.

The company's intangible assets comprises assets with finite useful life which are amortised on a straight-line basis over the period of their expected useful life.

NOTES to the Financial Statements for the year ended 31st March, 2021**(e) Cash and Cash Equivalents**

Cash and cash equivalents comprise of cash on hand, cash at bank, short term deposits and short-term highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value

(f) Finance Costs

Borrowing costs that are directly attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use.

Interest income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalisation.

All other borrowing costs are charged to the Statement of Profit and Loss for the period for which they are incurred.

(g) Impairment of Non-Financial Assets - Property, Plant and Equipment and Intangible assets :

The Company assesses at each reporting date as to whether there is any indication that any Property, Plant and Equipment and Intangible Assets or group of Assets, called Cash Generating Units (CGU) may be impaired. If any such indication exists, the recoverable amount of an asset or CGU is estimated to determine the extent of impairment, if any. When it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the CGU to which the asset belongs.

An impairment loss is recognised in the Statement of Profit and Loss to the extent, asset's carrying amount exceeds its recoverable amount. The recoverable amount is higher of an asset's fair value less cost of disposal and value in use. Value in use is based on the estimated future cash flows, discounted to their present value using pre-tax discount rate that reflects current market assessments of the time value of money and risk specific to the assets.

The impairment loss recognised in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

(h) Provisions

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

(i) Contingent Liabilities

Disclosure of contingent liability is made when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources embodying economic benefits will be required to settle or a reliable estimate of amount cannot be made.

(j) Tax Expenses

The tax expense for the period comprises of current tax and deferred income tax. Tax is recognised in Statement of Profit and Loss, except to the extent that it relates to items recognised in the Other Comprehensive Income or in equity. In which case, the tax is also recognised in Other Comprehensive Income or Equity.

(i) Current Tax

Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to the Income Tax authorities, based on tax rates and laws that are enacted at the Balance sheet date.

(ii) Deferred Tax

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the Financial Statements and the corresponding tax bases used in the computation of taxable profit.

Deferred tax assets are recognised to the extent it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax losses can be utilized.

NOTES to the Financial Statements for the year ended 31st March, 2021

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. The carrying amount of Deferred tax liabilities and assets are reviewed at the end of each reporting period.

(k) Foreign Currencies Transactions and Translation

Transactions in foreign currencies are recorded at the exchange rate prevailing on the date of transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency closing rates of exchange at the reporting date.

Exchange differences arising on settlement or translation of monetary items are recognised in Statement of Profit and Loss except to the extent of exchange differences which are regarded as an adjustment to interest costs on foreign currency borrowings that are directly attributable to the acquisition or construction of qualifying assets which are capitalised as cost of assets. Additionally, exchange gains or losses on foreign currency borrowings taken prior to April 1, 2016 which are related to the acquisition or construction of qualifying assets are adjusted in the carrying cost of such assets..

Non-monetary items that are measured in terms of historical cost in a foreign currency are recorded using the exchange rates at the date of the transaction. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was measured. The gain or loss arising on translation of non-monetary items measured at fair value is treated in line with the recognition of the gain or loss on the change in fair value of the item (i.e. translation differences on items whose fair value gain or loss is recognised in Other Comprehensive Income or Statement of Profit and Loss are also recognised in Other Comprehensive Income or Statement of Profit and Loss, respectively).

In case of an asset, expense or income where a non-monetary advance is paid/received, the date of transaction is the date on which the advance was initially recognized. If there were multiple payments or receipts in advance, multiple dates of transactions are determined for each payment or receipt of advance consideration.

(l) Revenue recognition

Revenue from contracts with customers is recognised when control of the goods or services are transferred to the customer at an amount that reflects the consideration entitled in exchange for those goods or services.

Revenue from rendering of services is recognized over time by measuring the progress towards complete satisfaction of performance obligations at the reporting period.

Revenue is measured at the amount of consideration which the company expects to be entitled to in exchange for transferring distinct goods or services to a customer as specified in the contract, excluding amounts collected on behalf of third parties (for example taxes and duties collected on behalf of the government). Consideration is generally due upon satisfaction of performance obligations and a receivable is recognized when the it becomes unconditional. Generally, the credit period varies between 0-60 days from the shipment or delivery of goods or services as the case may be.

In case of discounts, rebates, credits, price incentives or similar terms, consideration are determined based on its most likely amount, which is assessed at each reporting period

Interest Income

Interest income from a Financial Asset is recognised using effective interest rate method.

Dividend Income

Dividend Income is recognised when the Company's right to receive the amount has been established.

(m) Financial Instruments**i) Financial Assets****A. Initial recognition and measurement:**

All Financial Assets are initially recognised at fair value. Transaction costs that are directly attributable to the acquisition or issue of Financial Assets, which are not at Fair Value Through Profit or Loss, are adjusted to the fair value on initial recognition. Purchase and sale of Financial Assets are recognised using trade date accounting.

B. Subsequent measurement

a) Financial Assets measured at Amortised Cost (AC)

A Financial Asset is measured at Amortised Cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the Financial Asset give rise on specified dates to cash flows that represents solely payments of principal and interest on the principal amount outstanding.

b) Financial Assets measured at Fair Value Through Other Comprehensive Income (FVTOCI)

A Financial Asset is measured at FVTOCI if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling Financial Assets and the contractual terms of the Financial Asset give rise on specified dates to cash flows that represents solely payments of principal and interest on the principal amount outstanding.

c) Financial Assets measured at Fair Value Through Profit or Loss (FVTPL)

A Financial Asset which is not classified in any of the above categories are measured at FVTPL.

C. Other Equity Investments

All other equity investments are measured at fair value, with value changes recognised in Statement of Profit and Loss, except for those equity investments for which the Company has elected to present the value changes in 'Other Comprehensive Income'. However, dividend on such equity investments are recognized in Statement of Profit and loss when the company's right to receive payment is established.

D. Investments in subsidiaries and Associates

The company has accounted for its investments in subsidiaries and associates at cost less impairment loss (if any).

E. Impairment of Financial Assets

In accordance with Ind AS 109, the Company uses 'Expected Credit Loss' (ECL) model, for evaluating impairment of Financial Assets other than those measured at Fair Value Through Profit and Loss (FVTPL).

Expected credit losses are measured through a loss allowance at an amount equal to:

(a) The 12-months expected credit losses (expected credit losses that result from those default events on the financial instrument that are possible within 12 months after the reporting date); or

(b) Full lifetime expected credit losses (expected credit losses that result from all possible default events over the life of the financial instrument)

For Trade Receivables the Company applies 'simplified approach' which requires expected lifetime losses to be recognised from initial recognition of the receivables. The Company uses historical default rates to determine impairment loss on the portfolio of trade receivables. At every reporting date these historical default rates are reviewed and changes in the forward-looking estimates are analysed.

For other assets, the Company uses 12 month ECL to provide for impairment loss where there is no significant increase in credit risk. If there is significant increase in credit risk full lifetime ECL is used.

ii) Financial Liabilities

A. Initial Recognition and Measurement:

All Financial Liabilities are recognised at fair value and in case of borrowings, net of directly attributable cost. Fees of recurring nature are directly recognised in the Statement of Profit and Loss as finance cost.

B. Subsequent Measurement:

Financial liabilities are subsequently carried at amortized cost using the effective interest method.

For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

NOTES to the Financial Statements for the year ended 31st March, 2021**iii) Derecognition of Financial Instruments**

The Company derecognises a Financial Asset when the contractual rights to the cash flows from the Financial Asset expire or it transfers the Financial Asset and the transfer qualifies for derecognition under Ind AS 109. A Financial liability (or a part of a Financial liability) is derecognised from the Company's Balance Sheet when the obligation specified in the contract is discharged or cancelled or expires.

iv) Offsetting

Financial Assets and Financial Liabilities are offset and the net amount is presented in the balance sheet when, and only when, the Company has a legally enforceable right to set off the amount and it intends, either to settle them on a net basis or to realise the asset and settle the liability simultaneously.

(n) Non-current Assets Held For Sale

Non-current assets are classified as held for sale if their carrying amount will be recovered principally through a sale transaction rather than through continuing use and sale is considered highly probable.

A sale is considered as highly probable when decision has been made to sell, assets are available for immediate sale in its present condition, assets are being actively marketed and sale has been agreed or is expected to be concluded within 12 months of the date of classification.

Non-current assets held for sale are neither depreciated nor amortised.

Assets and liabilities classified as held for sale are measured at the lower of their carrying amount and fair value less cost of sell and are presented separately in the Balance Sheet.

(o) Earnings per share

Basic earnings per share is calculated by dividing the net profit after tax by the weighted average number of equity shares outstanding during the year adjusted for bonus element in equity share. Diluted earnings per share adjusts the figures used in determination of basic earnings per share to take into account the conversion of all dilutive potential equity shares. Dilutive potential equity shares are deemed converted as at the beginning of the period unless issued at a later date

C. CRITICAL ACCOUNTING JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY:

The preparation of the Company's Financial Statements requires management to make judgement, estimates and assumptions that affect the reported amount of revenue, expenses, assets and liabilities and the accompanying disclosures. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in next financial years.

(a) DEPRECIATION / AMORTISATION AND USEFUL LIFE OF PROPERTY PLANT AND EQUIPMENT / INTANGIBLE ASSETS

Estimates are involved in determining the cost attributable to bringing the assets to the location and condition necessary for it to be capable of operating in the manner intended by the management. Property, Plant and Equipment / Intangible Assets are depreciated / amortised over their estimated useful life, after taking into account estimated residual value. Management reviews the estimated useful life and residual values of the assets annually in order to determine the amount of depreciation / amortisation to be recorded during any reporting period. The useful life and residual values are based on the Company's historical experience with similar assets and take into account anticipated technological changes. The depreciation / amortisation for future periods is revised if there are significant changes from previous estimates.

(b) RECOVERABILITY OF TRADE RECEIVABLES

Judgements are required in assessing the recoverability of overdue trade receivables and determining whether a provision against those receivables is required. Factors considered include the credit rating of the counterparty, the amount and timing of anticipated future payments and any possible actions that can be taken to mitigate the risk of non-payment.

(c) PROVISIONS

The timing of recognition and quantification of the liability requires the application of judgement to existing facts and circumstances, which can be subject to change. The carrying amounts of provisions and liabilities are reviewed regularly and revised to take account of changing facts and circumstances.

NOTES to the Financial Statements for the year ended 31st March, 2021**(d) IMPAIRMENT OF FINANCIAL & NON-FINANCIAL ASSETS**

The impairment provisions for Financial Assets are based on assumptions about risk of default and expected cash loss rates. The Company uses judgement in making these assumptions and selecting the inputs to the impairment calculation, based on Company's past history, existing market conditions as well as forward-looking estimates at the end of each reporting period.

In case of non-financial assets company estimates asset's recoverable amount, which is higher of an asset's or Cash Generating Units (CGU's) fair value less costs of disposal and its value in use.

In assessing value in use, the estimated future cash flows are discounted to their present value using pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining fair value less costs of disposal, recent market transactions are taken into account, if no such transactions can be identified, an appropriate valuation model is used.

(e) RECOGNITION OF DEFERRED TAX ASSETS AND LIABILITIES

Deferred tax assets and liabilities are recognised for deductible temporary differences and unused tax losses for which there is probability of utilisation against the future taxable profit. The Company uses judgement to determine the amount of deferred tax that can be recognised, based upon the likely timing and the level of future taxable profits and business developments.

(f) FAIR VALUE MEASUREMENT

For estimates relating to fair value of financial instruments refer note 22 of financial statements.

(g) ESTIMATION UNCERTAINTY RELATING TO THE GLOBAL HEALTH PANDEMIC ON COVID 19

The outbreak of corona virus (COVID-19) pandemic globally and in India is causing significant disturbance and slowdown of economic activity. The Company has taken into account the possible impact of COVID-19 in preparation of financial statements, including its assessment of recoverable value of its assets based on internal and external information upto the date of approval of these financial statements and current indicators of future economic conditions.

RELIANCE AMBIT TRADE PRIVATE LIMITED

Notes to the Financial Statement for the year ended 31st March, 2021

1 Property, Plant and Equipment, Capital Work-in-Progress and Intangible Assets

₹ in thousand

| Description | Gross Block | | | Depreciation/Amortization | | | | Net Block | | |
|--------------------------------------------------|---------------------|---------------------------|----------------------------|---------------------------|---------------------|---------------|----------------------------|---------------------|---------------------|---------------------|
| | As at 01-04-2020 | Additions/ Adjusements | Deductions/ Adjustments | As at 31-03-2021 | As at 01-04-2020 | For the year | Deductions/ Adjustments | As at 31-03-2021 | As at 31-03-2021 | As at 31-03-2020 |
| Property, Plant and Equipment Own Assets: | | | | | | | | | | |
| Freehold Land | 68 53 443 | - | - | 68 53 443 | - | - | - | - | 68 53 443 | 68 53 443 |
| Buildings | 7 63 907 | - | - | 7 63 907 | 40 578 | 12 732 | - | 53 309 | 7 10 598 | 7 23 329 |
| Plant & Machinery | 10 189 | - | - | 10 189 | 5 587 | 1 698 | - | 7 285 | 2 904 | 4 602 |
| Electrical Installations | 1 40 789 | - | - | 1 40 789 | 45 337 | 14 079 | - | 59 416 | 81 373 | 95 452 |
| Equipments | 1 28 533 | - | - | 1 28 533 | 28 096 | 8 569 | - | 36 665 | 91 868 | 1 00 437 |
| Furniture & Fixtures | 4 657 | - | - | 4 657 | 1 157 | 466 | - | 1 623 | 3 034 | 3 500 |
| Total (A) | 79 01 518 | | - | 79 01 518 | 1 20 755 | 37 544 | - | 1 58 298 | 77 43 220 | 77 80 763 |
| Intangible Assets : | | | | | | | | | | |
| Others # | 16 265 | - | - | 16 265 | - | - | - | - | 16 265 | 16 265 |
| Total (B) | 16 265 | - | - | 16 265 | - | - | - | - | 16 265 | 16 265 |
| Total (A+B) | 79 17 783 | | - | 79 17 783 | 1 20 755 | 37 544 | - | 1 58 298 | 77 59 485 | 77 97 028 |
| Previous Year | 79 06 170 | 11 613 | - | 79 17 783 | 83 296 | 37 459 | - | 1 20 755 | 77 97 028 | 78 22 874 |
| Capital Work-in-Progress * | | | | | | | | | 1 164 | - |

1.1

Intangible Assets includes ₹ 16 265 thousand (Previous year ₹ 16 265 thousand) in shares of Companies with right to hold and use certain area of Land and Building.

1.2 *Capital Work in Progress includes.

Capital Goods Inventory ₹ 44 thousand (Previous year ₹ Nil)

| | As at | | ₹ in thousand | |
|-------------------------------------------------------------------------------------------------------------------------|------------------|------------------|------------------|------------------|
| | 31st March, 2021 | | 31st March, 2020 | |
| 2 NON-CURRENT - INVESTMENTS | Units | Amount | Units | Amount |
| Investments measured at Amortised Cost In Debentures of Associate Company | | | | |
| Zero Coupon Unsecured Optionally Fully Convertible Debentures of Ashwani Commercials Private Limited of ₹ 10 each | 13 55 90 000 | 13 55 900 | 13 55 90 000 | 13 55 900 |
| Total | | 13 55 900 | | 13 55 900 |

2.1 CATEGORY-WISE NON-CURRENT INVESTMENT

| | As at | As at |
|----------------------------------------------------------------------------------------|------------------|------------------|
| | 31st March, 2021 | 31st March, 2020 |
| Financial assets carried at amortised cost | 13 55 900 | 13 55 900 |
| Financial assets measured at Cost | - | - |
| Financial assets measured at Fair value through other comprehensive income (FVTOCI) | - | - |
| Financial assets measured at Fair value through Profit & Loss (FVTPL) | - | - |
| Total | 13 55 900 | 13 55 900 |

| | As at | | ₹ in thousand | |
|-----------------------------------------------------------------------|------------------|--|------------------|--|
| | 31st March, 2021 | | 31st March, 2020 | |
| 3 OTHER NON-CURRENT ASSETS (Unsecured and Considered good) | | | | |
| Security Deposits | 3 394 | | 3 394 | |
| Advance Income Tax (Refer Note 3A) | 6 206 | | 8 817 | |
| Total | 9 600 | | 12 211 | |

| | Year ended | | ₹ in thousand | |
|--|------------------|--|------------------|--|
| | 31st March, 2021 | | 31st March, 2020 | |

3A TAXATION

a) **Income tax recognised in Statement of Profit or Loss**

| | | |
|-----------------------------------------------------------------|----------|----------|
| Current Tax | - | - |
| Deferred Tax | - | - |
| Total Income Tax expenses recognised in the current year | - | - |

The Income Tax expenses for the year can be reconciled to the accounting Profit/ (Loss) as follows:

| | Year ended | Year ended |
|------------------------------------------------------------------|------------------|------------------|
| | 31st March, 2021 | 31st March, 2020 |
| Profit/ (Loss) before tax | (3 696) | 6 557 |
| Applicable Tax Rate | 25.17% | 25.17% |
| Computed Tax Expense | (930) | 1 650 |
| Tax Effect of: | | |
| Others | 930 | (1 650) |
| Current Tax Provision | - | - |
| Tax Expenses recognised in Statement of Profit & Loss | - | - |
| Effective Tax Rate | 0.00% | 0.00% |

| | <u>As at</u> <u>31st March, 2021</u> | <u>As at</u> <u>31st March, 2020</u> |
|-------------------------------------------------------------------|-----------------------------------------|-----------------------------------------|
| b) Advance Income Tax (Net of Provision) | | |
| At start of the year | 8 817 | 2 723 |
| Charge for the year - Current Tax | - | - |
| Tax paid (Net of refund) during the year | (2 611) | 6 094 |
| At end of the year | <u>6 206</u> | <u>8 817</u> |
| | | ₹ in thousand |
| | <u>As at</u> <u>31st March, 2021</u> | <u>As at</u> <u>31st March, 2020</u> |
| 4 TRADE RECEIVABLES (UNSECURED AND CONSIDERED GOOD) | | |
| Receivable from Related Parties* | 69 044 | 55 312 |
| Other Trade Receivables | 6 | 135 |
| Total | <u>69 050</u> | <u>55 447</u> |
| <i>* Refer Note No. 18</i> | | ₹ in thousand |
| | <u>As at</u> <u>31st March, 2021</u> | <u>As at</u> <u>31st March, 2020</u> |
| 5 CASH AND CASH EQUIVALENTS | | |
| Balance with Bank | 5 979 | 102 |
| Cash and Cash Equivalents as per Balance Sheet | <u>5 979</u> | <u>102</u> |
| Cash and Cash Equivalents as per Cash Flow Statement | <u>5 979</u> | <u>102</u> |
| | | ₹ in thousand |
| | <u>As at</u> <u>31st March, 2021</u> | <u>As at</u> <u>31st March, 2020</u> |
| 6 OTHER CURRENT ASSETS (UNSECURED AND CONSIDERED GOOD) | | |
| Others* | 110 | 47 |
| Total | <u>110</u> | <u>47</u> |
| <i>* Includes advances to vendors</i> | | ₹ in thousand |
| | <u>As at</u> <u>31st March, 2021</u> | <u>As at</u> <u>31st March, 2020</u> |
| 7 SHARE CAPITAL | Units | Units |
| AUTHORISED SHARE CAPITAL | | |
| Class A Equity Shares of ₹ 10 each | 10 00 000 | 10 00 000 |
| Class B Equity Shares of ₹ 10 each | 10 00 000 | 10 00 000 |
| Preference shares of ₹ 10 each | 10 00 000 | 10 00 000 |
| | <u>30 000</u> | <u>30 000</u> |
| ISSUED, SUBSCRIBED AND PAID-UP: | | |
| Class A Equity Shares of ₹ 10 each fully paid up | 10 00 000 | 10 00 000 |
| Total Paid up Capital | <u>10 000</u> | <u>10 000</u> |

7.1 THE DETAILS OF SHAREHOLDERS HOLDING MORE THAN 5% SHARES :

| Name of the Shareholder | As at 31st March, 2021 | | As at 31st March, 2020 | |
|-----------------------------------------|------------------------|-------------|------------------------|-------------|
| | No. of Shares | % Held | No. of Shares | % Held |
| <u>Equity Shares</u> | | | | |
| Reliance 4IR Realty Development Limited | 10 00 000 | 100% | 10 00 000 | 100% |
| | <u>10 00 000</u> | <u>100%</u> | <u>10 00 000</u> | <u>100%</u> |

7.2 THE RECONCILIATION OF THE NUMBER OF OUTSTANDING SHARES IS SET OUT BELOW:

| | As at 31st March, 2021 | As at 31st March, 2020 |
|--------------------------------------------------|---------------------------|---------------------------|
| <u>Equity Shares</u> | | |
| Shares at the beginning of the year | 10 00 000 | 10 00 000 |
| Add: Shares issued during the year | - | - |
| Shares outstanding at the end of the year | <u>10 00 000</u> | <u>10 00 000</u> |

7.3 The Equity Shareholder is eligible for one vote per share held. The dividend proposed, if any, by the Board of Directors is subject to the approval of the shareholders in the Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amount, in proportion to their shareholding.

7.4 Of the above Class A equity shares 10 00 000 (Previous year 10 00 000) are held by Reliance 4IR Realty Development Limited, the Holding Company.

| 8 OTHER EQUITY | As at | | As at | |
|----------------------------------------------------------------------|------------------|--|------------------|-----------|
| | 31st March, 2021 | | 31st March, 2020 | |
| ₹ in thousand | | | | |
| RETAINED EARNINGS | | | | |
| As per Last Balance Sheet | 24 87 650 | | 24 87 650 | |
| Add: Profit/(Loss) for the year | (3 696) | | 6 557 | |
| Add : Transfer from Retained Earnings | - | | (6 557) | |
| | 24 83 953 | | | 24 87 650 |
| DEBENTURE REDEMPTION RESERVE | | | | |
| As per Last Balance Sheet | 7 635 | | 1 078 | |
| Add : Transfer from Retained Earnings | - | | 6 557 | |
| | 7 635 | | | 7 635 |
| SECURITIES PREMIUM | | | | |
| As per Last Balance Sheet | 46 55 670 | | 46 55 670 | |
| | 46 55 670 | | | 46 55 670 |
| INSTUMENTS CLASSIFIED AS EQUITY | | | | |
| 10% Non Cumulative Optionally Convertible Preference Share | | | | |
| As per Last Balance Sheet | 9 330 | | 9 330 | |
| | 9 330 | | | 9 330 |
| Zero Coupon Unsecured Optionally Fully Convertible Debentures | | | | |
| As per Last Balance Sheet | 19 71 200 | | 19 71 200 | |
| | 19 71 200 | | | 19 71 200 |
| Total | 91 27 788 | | 91 31 485 | |

- 8.1 9 33 000 fully paid (Previous year 9 33 000) 10% Non Cumulative Optionally Convertible Redeemable Preference shares of ₹ 10 each held by Reliance Industries Limited, the Ultimate Holding Company. These Preference Shares shall carry a preferential right over the Equity shares of the Company as regards to payment of dividend and repayment of capital, in the event of winding-up of the Company. The dividend proposed, if any, by the Board of Directors is subject to the approval of the shareholders in the Annual General Meeting. The Company (issuer) & Preference-holder will have an option for early conversion at any time after allotment of the Preference Shares by giving one month notice to the Company. The Preference Shares shall, unless converted, be redeemable at the end of 20 year from the date of allotment i.e. 13th March, 2009 or earlier as may be decided by the Company. Each Preference Share may, at the option of the holder and the Company, be converted into 500 (five hundred) Class B Equity Shares at any time from the date of its allotment upto the date of redemption. The Original Allottee, i.e. Reliance Industries Limited has the right to hold all the immovable properties for the time being of the Company.

The reconciliation of the number of outstanding shares is set out below:

| | As at | As at |
|--------------------------------------------------|------------------|------------------|
| | 31st March, 2021 | 31st March, 2020 |
| | No. of Shares | No. of Shares |
| Shares outstanding at the beginning of the year | 9 33 000 | 9 33 000 |
| Add: Shares Issued during the year | - | - |
| Shares outstanding at the end of the year | 9 33 000 | 9 33 000 |

- 8.2 3 11 10 000 fully paid (previous year 3 11 10 000) Zero Coupon Unsecured Optionally Fully Convertible Debentures (OFCD) of ₹ 10 each held by Reliance Industries Limited, the Ultimate Holding Company. The Company (issuer) & Debenture-holder will have an option for early conversion at any time after allotment of the OFCDs by giving one month notice to the Company. The conversion will be based on higher of book value or face value as at March 31, 2015. The equity shares arising out of conversion of the OFCDs will rank pari passu in all respects with the then outstanding equity shares of the Company on the date of such conversion, except for dividend, which if declared, shall be paid on pro-rata basis from the date of allotment of such Equity Shares. The Company will settle the outstanding OFCDs on expiry of 15 years. Since the OFCDs are unsecured, no security is required to be created.

- 8.3 3 04 20 000 fully paid (previous year 3 04 20 000) Zero Coupon Unsecured Optionally Fully Convertible Debentures (OFCD) of ₹ 10 each held by Reliance 4IR Realty Development Limited, the holding company. The Company (issuer) & Debenture-holder will have an option for early conversion at any time after allotment of the OFCDs by giving one month notice to the Company. The conversion will be based on higher of book value or face value as at March 31, 2015. The equity shares arising out of conversion of the OFCDs will rank pari passu in all respects with the then outstanding equity shares of the Company on the date of such conversion, except for dividend, which if declared, shall be paid on pro-rata basis from the date of allotment of such Equity Shares. The Company will settle the outstanding OFCDs on expiry of 15 years. Since the OFCDs are unsecured, no security is required to be created.

- 8.4** 13 55 90 000 fully paid (previous year 13 55 90 000) Zero Coupon Unsecured Optionally Fully Convertible Debentures (OFCD) of ₹ 10 each held by Reliance 4IR Realty Development Limited, the holding company. The Company (issuer) shall have an option for conversion at any time after allotment of the OFCDs by giving one month notice to the OFCD holder. If the option for conversion is exercised by the Company, one OFCD of ₹ 10 each shall be converted into 'One' Equity share of ₹ 10 each of the company. The equity share arising out of conversion of OFCDs will rank pari-passu in all respect with the then outstanding equity shares of the company on the date of such conversion, except for dividend, which if declared, shall be paid on pro rata basis from the date of allotment of such equity shares. The Company will settle the outstanding OFCDs on expiry of 15 years. Since the OFCDs are unsecured, no security is required to be created.
- 8.5** Debenture Redemption Reserve (DRR) required to be created for the year is ₹ 33 778 thousand but due to inadequate profit for the year, company has not created DRR during the year and it will be created in the year of profit in terms of section 71(4) of the Companies Act, 2013 and Rule 18(7) of the Companies (Share Capital and Debenture) Rules, 2014 as amended by Companies (Share Capital and Debentures) Amendment Rules, 2019. Debenture Redemption Reserve has been created for the purpose of redemption of Debentures.
- 8.6** The Preference Shares shall carry a preferential right over the Equity shares of the Company as regards to payment of dividend and repayment of capital, in the event of winding-up of the Company. The dividend proposed, if any, by the Board of Directors is subject to the approval of the shareholders in the Annual General Meeting.

| 9 BORROWINGS | As at | | As at | |
|--------------------------------------|-------------------------|----------------|-------------------------|----------------|
| | 31st March, 2021 | | 31st March, 2020 | |
| | Non Current | Current | Non Current | Current |
| UNSECURED - AT AMORTISED COST | | | | |
| Term Loans – from Related Party # | 58 027 | - | 73 010 | - |
| Total | 58 027 | - | 73 010 | - |

Represents Interest bearing Loan taken from Holding Company, repayable after 5 years. (Refer Note No.18)

| 10 Other Non-Current Liabilities | As at | | As at | |
|-----------------------------------------|-------------------------|------------|-------------------------|--------------|
| | 31st March, 2021 | | 31st March, 2020 | |
| Deposits from Customers | | 895 | | 1 064 |
| Total | | 895 | | 1 064 |

| 11 Other Current Liabilities | As at | | As at | |
|-------------------------------------|-------------------------|--------------|-------------------------|--------------|
| | 31st March, 2021 | | 31st March, 2020 | |
| Creditors for Expenditure | | 1 347 | | 1 290 |
| Other Payables* | | 3 231 | | 3 886 |
| Total | | 4 578 | | 5 176 |

* Includes statutory dues

| | 2020-21 | ₹ in thousand 2019-20 |
|-----------------------------------|---------------|--------------------------|
| 12 REVENUE FROM OPERATIONS | | |
| Income from Services* | 51 155 | 65 756 |
| Total | 51 155 | 65 756 |

*Net of GST. Revenue from contract with customers differ from the revenue as per contracted price due to factors such as taxes recovered, Discounts, etc.

| | 2020-21 | ₹ in thousand 2019-20 |
|------------------------|------------|--------------------------|
| 13 OTHER INCOME | | |
| Interest From Others | 449 | 376 |
| Total | 449 | 376 |

| | 2020-21 | ₹ in thousand 2019-20 |
|---------------------------------------|--------------|--------------------------|
| 14 Finance Costs | | |
| Interest Expenses - at Amortised cost | 5 019 | 5 876 |
| Total | 5 019 | 5 876 |

| | 2020-21 | ₹ in thousand 2019-20 |
|--------------------------------------|---------------|--------------------------|
| 15 OTHER EXPENSES | | |
| <u>ESTABLISHMENT EXPENSES</u> | | |
| Filing Fees | 7 | 9 |
| Bank Charges | 11 | 75 |
| Charity & Donation | 20 | - |
| General Expenses | - | 1 |
| Sitting Fees - Directors | 650 | 540 |
| Professional Fees | 383 | 342 |
| Rates and Taxes | 11 551 | 14 895 |
| Repairs and Maintenance | - | 311 |
| <u>Payment to Auditors</u> | | |
| Fees as Auditors | 55 | 60 |
| Tax Audit Fees | 10 | 7 |
| Fees for Other Services | 50 | - |
| | 115 | 67 |
| Total | 12 737 | 16 240 |

15.1 CORPORATE SOCIAL RESPONSIBILITY (CSR)

- CSR amount required to be spent as per Section 135 of the Companies Act, 2013 read with Schedule VII thereof by the Company during the year is ₹ 20 thousand (Previous Year ₹ Nil)
- Expenditure related to Corporate Social Responsibility is ₹ 20 thousand (Previous Year ₹ Nil).

Details of amount spent towards CSR given below:

| Particulars | 2020-21 | 2019-20 |
|----------------------------------------------------|-----------|----------|
| Environmental Sustainability and Rural Development | 20 | - |
| Total | 20 | - |

- Total ₹ 20 thousand (Previous Year ₹ Nil) is spent through Reliance Foundation, the Implementing Agency.

16 EARNING PER SHARE (EPS)

| | 2020-21 | 2019-20 |
|--------------------------------------------------------------------------------------------------------------|--------------|--------------|
| Face Value per Equity Share (₹) | 10 | 10 |
| Basic Earnings per Share (₹) | (3.70) | 6.56 |
| Net Profit after Tax as per Statement of Profit and Loss attributable to Equity Shareholders (₹ in thousand) | (3 696) | 6 557 |
| Weighted Average number of Equity Shares used as denominator for calculating Basic EPS | 10 00 000 | 10 00 000 |
| Diluted Earnings per Share (₹) | (3.70) | 0.01 |
| Net Profit after Tax as per Statement of Profit and Loss attributable to Equity Shareholders (₹ in thousand) | (3 696) | 6 557 |
| Weighted Average number of Equity Shares used as denominator for calculating Diluted EPS | 66 46 20 000 | 66 46 20 000 |
| Reconciliation of weighted average number of shares outstanding | | |
| Weighted Average number of Equity Shares used as denominator for calculating Basic EPS | 10 00 000 | 10 00 000 |
| Total Weighted Average Potential Equity Shares | 66 36 20 000 | 66 36 20 000 |
| Weighted Average number of Equity Shares used as denominator for calculating Diluted EPS | 66 46 20 000 | 66 46 20 000 |

Diluted EPS is same as Basic EPS for current year, being antidilutive.

17 SEGMENT REPORTING

The Company is primarily engaged in the business of real estate and development of commercial properties in India. All the activities of the Company revolve around this main business. Accordingly, the Company has only one identifiable segment reportable under Ind AS-108 "Operating Reporting". The Board (the 'Chief Operating Decision Maker' as defined in Ind AS 108 'Operating Segments'), who is responsible for allocating resources and assessing performance obtains financial information.

Revenue from one Customer contributed 10% or more to the Company's revenue for 2020-21 and three Customer contributed 10% or more to the Company's revenue for 2019-20.

18 RELATED PARTY

i) AS PER IND AS 24, THE DISCLOSURES OF TRANSACTIONS WITH THE RELATED PARTIES ARE GIVEN BELOW:

LIST OF RELATED PARTIES WHERE CONTROL EXISTS AND RELATIONSHIPS:

| Sr. No. | Name of the Related Party | Relationship |
|---------|--------------------------------------------------------------------------------------------|------------------------------------|
| 1 | Reliance Industries Limited | Ultimate Holding Company |
| 2 | Reliance Industrial Investments and Holdings Limited | Holding Company (till 13.09.2019) |
| 3 | Reliance 4IR Realty Development Limited | Holding Company (w.e.f.13.09.2019) |
| 4 | Reliance Eminent Trading & Commercial Private Limited | Fellow Subsidiary Companies |
| 5 | Reliance Corpoarte IT Park Limited | |
| 6 | Reliance projects and property Management Services Limited | |
| 7 | Reliance Lifestyle Holdings Limited | |
| 8 | (Merged with Reliance Brands Limited w.e.f. 24th January, 2020) Reliance Brands Limited | |
| 9 | KCIPi Trading Company Private Limited | Associates |
| 10 | N C Trading Company Private Limited | |
| 11 | Prakhar Commercial Private Limited | |
| 12 | Kaniska Commercials Private Limited | |
| 13 | Honeywell Properties Private Limited | |
| 14 | Parinita Commercial Private Limited | |
| 15 | Rocky Farms Private Limited | |
| 16 | Ashwani Commercials Private Limited | |
| 17 | Chandar Commercial Private Limited | |
| 18 | Carin Commercials Private Limited | |
| 19 | Centura Agro Private Limited | |
| 20 | Einsten Commercials Private Limited | |
| 21 | Fame Agro Private Limited | |
| 22 | Netravati Commercials Private Limited | |
| 23 | Noveltech Agro Private Limited | |
| 24 | Pepino Farms Private Limited | |
| 25 | Rakshita Commercials Private Limited | |
| 26 | Vishnumaya Commercials Private Limited | |
| 27 | Creative Agrotech Private Limited | |

ii) Transactions during the year with Related Parties:

| Sr. No. | Nature of Transaction (excluding reimbursement) | Ultimate Holding Company | Holding Company | Fellow Subsidiary Companies | Associates | Total |
|---------|-------------------------------------------------|--------------------------|-----------------|-----------------------------|------------|-----------|
| 1 | Loans Taken / (Repaid) | - | (14 983) | - | - | (14 983) |
| | | - | (2 690) | - | - | (2 690) |
| 2 | Finance Costs | - | 5 019 | - | - | 5 019 |
| | | - | 5 876 | - | - | 5 876 |
| 3 | Professional Fees | 188 | - | - | - | 188 |
| | | 201 | - | - | - | 201 |
| 4 | Sale of Services | - | - | 47 967 | - | 47 967 |
| | | - | - | 60 444 | - | 60 444 |

(₹ in thousand)

Balance as at 31st March, 2021

| | | | | | (₹ in thousand) |
|---|-------------------------------------------------------|-----------|-----------|--------|-----------------|
| 1 | Equity Share Capital | - | 10 000 | - | 10 000 |
| | | - | 10 000 | - | 10 000 |
| 2 | Preference Share Capital (including premium) | 46 65 000 | - | - | 46 65 000 |
| | | 46 65 000 | - | - | 46 65 000 |
| 3 | Loans Taken | - | 58 027 | - | 58 027 |
| | | - | 73 010 | - | 73 010 |
| 4 | Intangible Assets | - | - | 16 265 | 16 265 |
| | | - | - | 16 265 | 16 265 |
| 5 | Zero Coupon Unsecured Fully Convertible Debentures | 3 11 100 | 16 60 100 | - | 19 71 200 |
| | | 3 11 100 | 16 60 100 | - | 19 71 200 |
| 6 | Other Current Liabilities | 113 | - | - | 113 |
| | | 54 | - | 875 | 929 |
| 7 | Trade Receivables | - | - | 69 044 | 69 044 |
| | | - | - | 55 312 | 55 312 |
| 8 | Investments | - | - | - | 13 55 900 |
| | | - | - | - | 13 55 900 |

Note : Figures in Italics represents previous year's amount.

iii) Disclosure in respect of Material Related Party Transactions during the year:

| | | | | (₹ in thousand) | |
|------------------------------------------------------------|------------------------------------|-----------|-----------|-----------------|--|
| Particulars | Relationship | 2020-21 | 2019-20 | | |
| 1 Loans Taken / (Repaid) | | | | | |
| Reliance Industrial Investments & Holdings Limited | Holding Company (upto 13.09.2019) | - | 15 700 | | |
| Reliance Industrial Investments & Holdings Limited | Holding Company (upto 13.09.2019) | - | (25 700) | | |
| Reliance 4IR Realty Development Limited | Holding Company (w.e.f 13.09.2019) | 4 517 | 12 810 | | |
| Reliance 4IR Realty Development Limited | Holding Company (w.e.f 13.09.2019) | (19 500) | (5 500) | | |
| 2 Finance Costs | | | | | |
| Reliance Industrial Investments & Holdings Limited | Holding Company (upto 13.09.2019) | | 2 528 | | |
| Reliance 4IR Realty Development Limited | Holding Company (w.e.f 13.09.2019) | 5 019 | 3 348 | | |
| 3 Professional Fees | | | | | |
| Reliance Industries Limited | Ultimate Holding Company | 188 | 201 | | |
| 4 Sale of Services | | | | | |
| Reliance Corporate IT Park Limited | Fellow Subsidiary | - | 27 186 | | |
| Reliance Lifestyle Holdings Limited | Fellow Subsidiary | - | 7 241 | | |
| Reliance Projects and Property Management Services Limited | Fellow Subsidiary | 44 215 | 25 543 | | |
| Reliance Brands Limited | Fellow Subsidiary | 3 752 | 474 | | |

19 Deferred Tax Assets (net) as at Balance Sheet date consists of the following items. As a matter of prudence, the Company has not recognised Deferred Tax Assets in the books of accounts.

Deferred Tax Assets/ (Liabilities)

| | 31st March, 2021 | ₹ in thousand 31st March, 2020 |
|-----------------------------------------------------------------------------|------------------|-----------------------------------|
| Deferred Tax Assets | | |
| Carried forward Loss and Unabsorbed Depreciation under Income Tax Act, 1961 | 61 470 | 49 221 |
| Related to Property, Plant & Equipment | 8 21 812 | 6 64 436 |
| Deferred Tax Asset | 8 83 282 | 7 13 657 |

20 Contingent Liabilities and Commitments

(I) Commitments

| | 31st March, 2021 | 31st March 2020 |
|---------------------------------------------------------------------------------------------------|------------------|-----------------|
| A Estimated amount of contracts remaining to be executed on capital account and not provided for: | - | 1 120 |

21 Capital Management

The Company manages its capital to ensure that it will continue as going concern while maximising the return to stakeholders. The Company manages its capital structure and make adjustment in light of changes in business condition. The overall strategy remains unchanged as compare to last year.

The Net Gearing Ratio at end of the reporting period was as follows:

| | ₹ in thousand | |
|------------------------------------------------|---------------------------|---------------------------|
| | As at 31st March, 2021 | As at 31st March, 2020 |
| Gross Debt | 58 027 | 73 010 |
| Cash and Marketable Securities | 5 979 | 102 |
| Net debt (A) | 52 048 | 72 908 |
| Total Equity (As per Balance Sheet) (B) | 91 37 788 | 91 41 485 |
| Net Gearing Ratio (A/B) | 0.01 | 0.01 |

Debt is defined as long-term and short-term borrowings as described in note 9.

22 Financial Instruments

A. Fair Value Measurement Hierarchy

| Particulars | As at 31st March, 2021 | | | As at 31st March, 2020 | | | | |
|------------------------------|------------------------|-------------------------|---------|------------------------|--------------------|-------------------------|---------|---------|
| | Carrying Amount | Levels of Input used in | | | Carrying Amount | Levels of Input used in | | |
| | | Level 1 | Level 2 | Level 3 | | Level 1 | Level 2 | Level 3 |
| Financial Assets | | | | | | | | |
| At Amortised Cost* | | | | | | | | |
| Trade Receivables | 69 050 | - | - | - | 55 447 | - | - | |
| Cash and Cash Equivalents | 5 979 | - | - | - | 102 | - | - | |
| Financial Liabilities | | | | | | | | |
| At Amortised Cost | | | | | | | | |
| Borrowings | 58 027 | - | - | - | 73 010 | - | - | |

* Exclude Investments in Associates and Joint Ventures [Rs 135.59 crore (Previous Year Rs 135.59 crore)] measured at cost.

The financial instruments are categorized into three levels based on the inputs used to arrive at fair value measurements as described below:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities; and

Level 2: Inputs other than the quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3: Inputs based on unobservable market data.

Fair value of Trade Receivables, Cash and Cash Equivalents and Borrowings are carried at amortised cost as it is not materially different from its carrying cost largely due to short-term maturities of these financial assets and liabilities.

B. Financial Risk Management

The different types of risks the company is exposed to are credit risk and liquidity risk.

Credit Risk

Credit risk is the risk that a customer or counterparty to a financial instrument fails to perform or pay the amounts due causing financial loss to the company. Credit risk arises from company's activities in investments, dealing in derivatives and receivables from customers. The Company ensure that sales of products are made to customers with appropriate creditworthiness. Investment and other market exposures are managed against counterparty exposure limits. Credit information is regularly shared between businesses and finance function, with a framework in place to quickly identify and respond to cases of credit deterioration.

Liquidity Risk

Liquidity risk is the risk that suitable sources of funding for the company's business activities may not be available. Management monitors rolling forecasts of the company's liquidity position and cash and cash equivalents on the basis of expected cash flows. Company manages liquidity risk by maintaining adequate reserves and matching maturity profiles of financial assets and financial liabilities.

Market Risk

Interest Rate Risk

Fluctuation in future cash flows of a financial instrument because of changes in market interest rates gives rise to interest rate risk.

Fluctuation in fair value or future cash flows of a financial instrument because of changes in market interest rates gives rise to interest rate risk.

The company's fixed rate borrowings are carried at amortised cost. They are therefore not subject to interest rate risk as defined in IND AS 107.

Please refer to interest rate exposure profile appended in table below

| Particulars | ₹ in thousand | |
|----------------------|---------------------------|---------------------------|
| | As at 31st March, 2021 | As at 31st March, 2020 |
| Long Term Fixed Rate | 58 027 | 73 010 |
| Total | 58 027 | 73 010 |

23 Details of Loans given, Investments made and Guarantees given covered under Section 186(4) of Companies Act, 2013

- Loans given ₹ Nil (Previous year ₹ Nil)
- Investments made are given under respective heads.
- Guarantees given and securities provided by the company in respect of loans ₹ Nil (Previous year ₹ Nil)

24 The figures for the corresponding previous year have been regrouped / reclassified wherever necessary, to make them comparable.

25 APPROVAL OF FINANCIAL STATEMENTS

The financial statements were approved by the Board of Directors on 23rd April, 2021.

As per our Report of even date

For Chaturvedi & Shah
Firm Registration No: 101720W
Chartered Accountants

Jignesh Mehta
Partner
Membership No: 102749

Dated : 23rd April, 2021

For and on behalf of the Board

Raman Seshadri
Director
(DIN : 05244442)

Gaurav Jain
Director
(DIN : 02697278)