

**Sravathi Advance Process Technologies Private Limited****Part - I - Balance Sheet***(All amount are in Indian Rupees unless otherwise stated)*

Particulars	Note	As at 31.03.2022	As at 31.03.2021
<b>ASSETS</b>			
<b>Non Current Assets</b>			
(a) Property Plant & Equipment	2	7,53,44,702	7,00,33,770
(b) Capital Work in Progress	3	8,13,97,375	-
(c) Right of Use Asset	4	1,86,10,463	44,34,388
(d) Financial Assets			
- Other financial assets	5	61,15,982	24,19,754
(e) Deferred Tax (Net)	6	1,53,31,884	56,83,051
(f) Other Non-current Assets	7	17,39,819	6,11,474
<b>Total Non-Current Assets</b>		<b>19,85,40,225</b>	<b>8,31,82,437</b>
<b>Current Assets</b>			
(a) Financial Assets			
(i) Trade Receivable	8	19,43,000	-
(ii) Cash and Cash Equivalents	9	23,09,460	3,46,490
(b) Other Current Assets	10	2,84,62,223	1,53,55,196
<b>Total Current Assets</b>		<b>3,27,14,683</b>	<b>1,57,01,686</b>
<b>Total Assets</b>		<b>23,12,54,909</b>	<b>9,88,84,123</b>
<b>EQUITY AND LIABILITIES</b>			
<b>A) Equity</b>			
(a) Equity Share Capital	11	10,00,000	10,00,000
(b) Other Equity	12	(6,85,49,677)	(4,49,65,170)
<b>Total Equity</b>		<b>(6,75,49,677)</b>	<b>(4,39,65,170)</b>
<b>B) Liabilities</b>			
<b>Non-current liabilities</b>			
(a) Financial Liabilities			
(i) Borrowings	13	24,44,33,968	12,52,08,542
(ii) Lease Liabilities	14	1,03,61,785	12,91,808
(ii) Others	15	-	-
(b) Long Term Provisions	16	13,30,368	13,05,281
<b>Total Non-Current Liabilities</b>		<b>25,61,26,121</b>	<b>12,78,05,631</b>
<b>Current Liabilities</b>			
(a) Financial Liabilities			
(i) Trade Payables	17		
- total outstanding dues of micro enterprises and small enterprises		15,04,788	13,29,503
- total outstanding dues of creditors other than micro enterprises and small enterprises		17,80,456	24,60,101
(ii) Lease Liability	18	88,33,875	34,33,725
(iii) Others	19	1,30,42,783	7,69,424
(b) Other Current Liabilities	20	1,45,78,865	65,16,290
(c) Short Term Provisions	21	29,37,698	5,34,619
<b>Total Current Liabilities</b>		<b>4,26,78,465</b>	<b>1,50,43,662</b>
<b>Total Equity &amp; Liabilities</b>		<b>23,12,54,909</b>	<b>9,88,84,123</b>

The accompanying notes are an integral part of the financial statements

As per our report of even date attached  
**for Bohara Bhandari Bung & Associates LLP**  
**Chartered Accountants**  
Firm's registration No.008127S/S200013

**For and on behalf of Board of Directors**

**CA.Pankaj Kumar Bohara**  
Partner  
M.No: 215471

**Vishnukant C Bhutada**  
**Director**  
DIN No.01243391

**Kishan Gurram**  
**Managing Director**  
DIN No. 06869882

Place : Raichur  
Date:

Place : Raichur  
Date:

**Sravathi Advance Process Technologies Private Limited****Part - II - Statement of Profit and Loss***(All amount are in Indian Rupees unless otherwise stated)*

Particulars	Note	For the Period ended 31st Mar 2022	For the Period ended 31st Mar 2021
<b>Revenue</b>			
a) Revenue from operations	22	3,59,02,448	1,02,63,736
b) Other income	23	6,18,517	2,98,156
<b>Total Income</b>		<b>3,65,20,965</b>	<b>1,05,61,892</b>
<b>Expenses</b>			
a) Employee Benefits Expense	24	5,21,54,105	3,96,13,421
b) Depreciation and Amortisation Expense	2	1,24,31,500	1,10,47,377
c) Finance Cost	25	1,22,70,881	88,39,034
d) Other Expenses	26	1,72,39,423	1,91,80,832
<b>Total expenses</b>		<b>9,40,95,909</b>	<b>7,86,80,665</b>
<b>Profit / (Loss) before tax</b>		<b>(5,75,74,944)</b>	<b>(6,81,18,772)</b>
<b>Tax expense</b>			
i) Current Income tax		-	-
ii) Deferred Tax Expense / (reversal)		(1,57,77,914)	(1,03,03,690)
		(1,57,77,914)	(1,03,03,690)
<b>Profit / (Loss) for the Period (A)</b>		<b>(4,17,97,030)</b>	<b>(5,78,15,082)</b>
Other Comprehensive Income (B)		-	-
A) Items that will not be reclassified profit or loss			
- Actuarial Gain / (Loss) for defined benefit plan (net)		7,68,220	16,741
<b>Total Comprehensive income for the year (A+B)</b>		<b>(4,10,28,810)</b>	<b>(5,77,98,341)</b>
<b>Earning per equity share</b>			
Basic and Diluted EPS per share of Rs.10/- each		(410.29)	(577.98)

The accompanying notes form an integral part of the financial statements

As per our report of even date attached  
**for Bohara Bhandari Bung & Associates LLP**  
**Chartered Accountants**  
Firm's registration No.008127S/S200013

**For and on behalf of the Board of Directors**

**CA Pankajkumar Bohara**  
**Partner**  
**M.No.215471**

**Vishnukant C Bhutada**  
**Director**  
DIN No.01243391

**Kishan Gurram**  
**Managing Director**  
DIN No. 06869882

Place/Camp : Raichur  
Date:

Place/Camp : Raichur  
Date:

**Sravathi Advance Process Technologies Private Limited****Cash Flow Statement for the year ended**(All amounts in Indian Rupees unless otherwise stated)

Particulars	31.03.2022	31.03.2021
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit Before Tax as per Statement of Profit and Loss	(5,75,74,944)	(6,81,18,772)
<b>Less: Adjustments</b>		
Notional Interest on Security deposits	6,18,517	2,22,254
Profit on Sale of Fixed Asset	-	75,902
	(5,81,93,461)	(6,84,16,928)
<b>Add: Adjustments</b>		
Interest	1,22,70,881	88,39,034
Unrealized Exchange loss	-	20,002
Provision for Gratuity	5,53,257	6,72,281
Provision for Leave Encashment	3,74,594	1,29,389
Depreciation & Amortisation	93,01,347	1,10,47,377
Operating profit before working capital changes & Other Adjustments	(3,56,93,382)	(4,77,08,845)
<u>Adjustments for Increase / (Decrease) in Operating Liabilities</u>		
Trade Payables	(5,04,360)	16,65,880
Other Non-Current Liabilities	-	(50,00,000)
Other Financial Liabilities	1,22,73,359	(44,66,633)
Other Liabilities & Provisions	1,03,31,109	36,42,349
<u>Adjustments for (Increase) / Decrease in Operating Receivables</u>		
Inventories	-	-
Trade Receivables	(19,43,000)	-
Non-current Financial Assets	(1,17,499)	1,37,500
Other Non Current Assets	(11,28,345)	4,18,990
Other Current Assets	(1,17,86,527)	(33,39,181)
	(2,85,68,645)	(5,46,49,941)
Less: Income Taxes (Net)	(13,20,500)	(1,95,000)
<b>Net Cash flow from Operating activities</b>	<b>(2,98,89,145)</b>	<b>(5,48,44,941)</b>
<b>B. CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of Fixed Assets	(1,47,45,612)	(1,94,15,386)
Capital Work in Progress	(7,53,19,451)	-
Sale of Fixed Assets	-	51,78,861
Interest received	-	-
<b>Net cash flow (used in) Investing Activities</b>	<b>(9,00,65,063)</b>	<b>(1,42,36,525)</b>
<b>C. CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Issue of Equity Shares	-	-
Issue of Compulsorily Convertible Preference Shares	13,08,50,000	6,95,00,000
Payment of Lease Liabilities	(89,32,820)	(71,11,225)
<b>Net cash flow from/(Used in) Financing Activities</b>	<b>12,19,17,180</b>	<b>6,23,88,775</b>
<b>Net Increase/(decrease)in Cash and Cash Equivalents</b>	<b>19,62,970</b>	<b>(66,92,693)</b>
Cash & Cash Equivalents at the Beginning of the year	3,46,490	31,67,958
<b>Cash &amp; Cash Equivalents at the End of the year</b>	<b>23,09,460</b>	<b>(35,24,735)</b>

Components of Cash and Cash Equivalents	31.03.2022	31.03.2021
Cash on Hand	45,826	8,572
Cash at Banks		
a) In Current Account	22,63,634	3,37,918
<b>Total Cash and Cash Equivalents</b>	<b>23,09,460</b>	<b>3,46,490</b>
	-	(38,71,225)

Reconciliation between opening and closing balance sheet for liabilities arising from financing activities	31.03.2022	31.03.2021
Opening Balance	12,52,08,542	6,40,83,198
Cash flows	13,08,50,000	6,95,00,000
Non-cash movements	(1,16,24,574)	(83,74,656)
<b>Closing balance</b>	<b>24,44,33,968</b>	<b>12,52,08,542</b>

As per our report of even date attached  
For **Bohara Bhandari Bung & Associates LLP**  
**Chartered Accountants**  
Firm's registration No.008127S / S200013

For and on behalf of the Board of Directors

**CA.Pankaj Kumar Bohara**  
**Partner**  
M.No: 215471

**Vishnukant C Bhutada**  
**Director**  
DIN No.01243391

**Kishan Gurram**  
**Managing Director**  
DIN No. 06869882

Place : Raichur  
Date:

Place : Raichur  
Date:

-

-

**Sravathi Advance Process Technologies Private Limited**

(All amounts in Indian rupees, except share data and where otherwise stated)

**2 Property, Plant & Equipment**

Fixed Assets	Gross Block				Accumulated Depreciation			Net Block		
	As at 01/04/2021	Additions	Deletions	As at 31/03/2022	As at 01/04/2021	For the period	Deduction/Adjus tment during the year	As at 31/03/2022	As at 31/03/2022	As at 31/03/2021
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
<b>Tangible Assets</b>										
<u>j) Owned</u>										
a) Generator	4,98,727	-	-	4,98,727	39,375	31,586	-	70,961	4,27,766	4,59,352
b) Electrical Installation	14,84,028	-	-	14,84,028	1,76,117	1,40,983	-	3,17,100	11,66,928	13,07,911
c) Computer	39,15,984	18,85,424	-	58,01,408	11,08,883	13,79,713	-	24,88,596	33,12,812	28,07,101
d) Furniture & Fittings	1,36,02,424	5,43,553	-	1,41,45,977	15,60,060	13,27,376	-	28,87,436	1,12,58,541	1,20,42,364
e) Office Equipment	15,68,711	85,942	-	16,54,653	3,66,167	3,09,334	-	6,75,501	9,79,152	12,02,544
f) Lab Equipments-Local	2,74,12,512	1,22,30,693	-	3,96,43,205	23,69,808	33,21,655	-	56,91,463	3,39,51,743	2,50,42,704
g) Lab Equipments-Import	3,07,52,089	-	-	3,07,52,089	37,56,159	29,21,448	-	66,77,608	2,40,74,481	2,69,95,930
h) Lease Hold Improvement	1,80,563	-	-	1,80,563	4,700	2,585	-	7,284	1,73,279	1,75,863
<b>Sub-Total</b>	<b>7,94,15,038</b>	<b>1,47,45,612</b>	<b>-</b>	<b>9,41,60,650</b>	<b>93,81,270</b>	<b>94,34,680</b>	<b>-</b>	<b>1,88,15,949</b>	<b>7,53,44,701</b>	<b>7,00,33,768</b>
Less : Transferred to Pre-Operative	-	0	0	-	-	1,33,332	-	1,33,332	-	-
	<b>7,94,15,038</b>	<b>1,47,45,612</b>	<b>-</b>	<b>9,41,60,650</b>	<b>93,81,270</b>	<b>93,01,347</b>	<b>-</b>	<b>1,86,82,617</b>	<b>7,53,44,701</b>	<b>7,00,33,768</b>

(1)

**4 Right of Use Assets**

Particulars	Gross Block				Accumulated Depreciation			Net Block		
	As at 01/04/2021	Additions	Deletions	As at 31/03/2022	As at 01/04/2021	For the period	Deduction/Adjus tment during the year	As at 31/03/2022	As at 31/03/2022	As at 31/03/2021
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Building	93,90,462	2,28,11,719	-	3,22,02,181	49,56,075	86,35,643	-	1,35,91,718	1,86,10,463	44,34,387
	<b>93,90,462</b>	<b>2,28,11,719</b>	<b>-</b>	<b>3,22,02,181</b>	<b>49,56,075</b>	<b>86,35,643</b>	<b>-</b>	<b>1,35,91,718</b>	<b>1,86,10,463</b>	<b>44,34,387</b>
Less : Transferred to Pre-Operative	-	0	0	-	-	55,05,491	-	55,05,491	-	-
	<b>93,90,462</b>	<b>2,28,11,719</b>	<b>-</b>	<b>3,22,02,181</b>	<b>49,56,075</b>	<b>31,30,153</b>	<b>-</b>	<b>80,86,227</b>	<b>1,86,10,463</b>	<b>44,34,387</b>

**Sravathi Advance Process Technologies Private Limited**  
**Fixed asset as per IT Act as at 31/03/2022**

Particulars	Rate	Opening	More Than 180 Days	Less Than 180 Days	Deletions	Total	Sales > 180 days	Sales < 180 days	Balance	Depreciation on Opening + Addition >6 Months	Depreciation on on Addiotion <6 Months	Addition al Deprecia tion	Total Depreciation	WDV Closing
Generator	15%	3,92,124	-	-	-	3,92,124	-	-	3,92,124	58,819	-	-	58,819	3,33,305
Lab Equipments	15%	4,68,57,621	77,01,698	45,28,995	-	5,90,88,314	-	-	5,90,88,314	81,83,898	3,39,675	-	85,23,572	5,05,64,742
Electrical Installation	15%	11,81,754	-	-	-	11,81,754	-	-	11,81,754	1,77,263	-	-	1,77,263	10,04,491
Computer	40%	21,33,666	9,83,730	9,01,694	-	40,19,090	-	-	40,19,090	12,46,958	1,80,339	-	14,27,297	25,91,793
Furniture and Fitting	10%	1,17,39,217	5,23,125	20,428	-	1,22,82,770	-	-	1,22,82,770	12,26,234	1,021	-	12,27,256	1,10,55,514
Office Equipment	15%	12,50,469	85,942	-	-	13,36,411	-	-	13,36,411	2,00,462	-	-	2,00,462	11,35,949
Building	10%	1,71,535	-	-	-	1,71,535	-	-	1,71,535	17,153	-	-	17,153	1,54,381
<b>Total</b>		<b>6,37,26,386</b>	<b>92,94,495</b>	<b>54,51,117</b>	-	<b>7,84,71,999</b>	-	-	<b>7,84,71,999</b>	<b>1,11,10,787</b>	<b>5,21,035</b>	-	<b>1,16,31,822</b>	<b>6,68,40,176</b>

**Sravathi Advance Process Technologies Private Limited**

(All amounts in Indian rupees, except share data and where otherwise stated)

**3 Capital Work in Progress**

Particulars	31/03/2022	31/03/2021
Lab Equipment Under Errection	5,21,46,841	-
Building Under Construction	5,28,898	-
Office Equipment Under Errection	3,33,146	-
Electrical Installation Under Errection	34,26,459	-
Furniture & Fixtures Under Errection	46,34,561	-
IT Equipments Under Errection	15,60,893	-
Plant & Machinery Under Errection	1,12,493	-
Pre-Operative Expenses	1,86,54,085	-
<b>TOTAL</b>	<b>8,13,97,375</b>	<b>-</b>

**5 Other Financial Assets**

Particulars	31/03/2022	31/03/2021
Security Deposit (unsecured, considered good)		
i) Rental deposits	59,23,483	23,44,754
ii) Miscellaneous Deposits	1,92,499	75,000
<b>TOTAL</b>	<b>61,15,982</b>	<b>24,19,754</b>

**6 Deferred Taxes (Net)**

Particulars	31/03/2022	31/03/2021
a) Deferred Tax Liability	1,24,69,132	88,97,619
b) Deferred Tax Asset	2,78,01,016	1,45,80,670
<b>TOTAL</b>	<b>1,53,31,884</b>	<b>56,83,051</b>

**7 Other Non- Current Assets**

Particulars	31/03/2022	31/03/2021
a) Capital Advances	17,03,819	5,57,474
b) Prepaid Expenses ( PCB)	36,000	54,000
<b>TOTAL</b>	<b>17,39,819</b>	<b>6,11,474</b>

**8 Trade Receivable**

Particulars	31/03/2022	31/03/2021
a) Trade Receivable - Considered Good Unsecured	19,43,000	-
<b>TOTAL</b>	<b>19,43,000</b>	<b>-</b>

**9 Cash and Cash Equivalents**

Particulars	31/03/2022	31/03/2021
a) Cash on hand	45,826	8,572
b) Balance with banks in current account	22,63,634	3,37,918
<b>TOTAL</b>	<b>23,09,460</b>	<b>3,46,490</b>

**10 Other Current Assets**

Particulars	31/03/2022	31/03/2021
a) Pre-Paid Expense	28,79,928	18,82,692
b) GST - Input (Net)	2,37,58,691	1,31,55,621
c) TDS deducted by Party	15,17,864	1,97,364
<b>Advance to Others</b>		
a) Advance to Employees	1,89,000	1,19,519
b) Advances to Suppliers	1,16,740	-
<b>TOTAL</b>	<b>2,84,62,223</b>	<b>1,53,55,196</b>

**Sravathi Advance Process Technologies Private Limited**

(All amounts in Indian rupees, except share data and where otherwise stated)

**12 Other Equity**

Particulars	31/03/2022	31/03/2021
<b>Retained Earnings</b>		
Opening Balance	(4,49,65,170)	(1,61,13,258)
Add: Profit For the Period	(4,10,28,810)	(5,77,98,341)
Add: Fair Value of the Preference Share Liability	1,74,44,302	2,89,46,429
<b>Total</b>	<b>(6,85,49,677)</b>	<b>(4,49,65,170)</b>

**13 Borrowings**

Particulars	31/03/2022	31/03/2021
a) 0.1% Non Cumulative, Non participating, compulsory Convertible Pref. Share Capital	24,44,33,968	12,52,08,542
	<b>24,44,33,968</b>	<b>12,52,08,542</b>

**14 Lease Liability**

Particulars	31/03/2022	31/03/2021
a) Lease Liability	1,03,61,785	12,91,808
	<b>1,03,61,785</b>	<b>12,91,808</b>

**15 Other Non-current liabilities**

Particulars	31/03/2022	31/03/2021
a) Preference share application money pending allotment	-	-
	-	-

**16 Provisions**

Particulars	31/03/2022	31/03/2021
<b>Provision for Employee Benefits</b>		
a) Provision for Gratuity	10,39,146	11,92,305
b) Provision for Leave Encashment	2,91,222	1,12,976
<b>TOTAL</b>	<b>13,30,368</b>	<b>13,05,281</b>

**17 Trade Payables**

Particulars	31/03/2022	31/03/2021
a) Total outstanding dues of creditors other than micro enterprises and small enterprises	15,04,788	13,29,503
b) Trade Payables -others	17,80,456	24,60,101
<b>TOTAL</b>	<b>32,85,244</b>	<b>37,89,604</b>

**18 Lease Liability**

Particulars	31/03/2022	31/03/2021
b) Lease Liability	88,33,875	34,33,725
<b>TOTAL</b>	<b>88,33,875</b>	<b>34,33,725</b>

**19 Other Financial Liabilities**

Particulars	31/03/2022	31/03/2021
a) Capital Goods *	1,30,42,783	7,69,424
<b>TOTAL</b>	<b>1,30,42,783</b>	<b>7,69,424</b>

**20 Other Current Liabilities**

Particulars	31/03/2022	31/03/2021
a) Tax deduction at Source	14,07,717	10,26,513
b) Professional Tax payable	16,400	9,200
c) Deferred Revenue Income	88,58,816	27,36,264
d) Employee Benefit Liability	42,80,396	27,29,509
e) Unclaimed Salary / Bonus	15,536	14,804
<b>TOTAL</b>	<b>1,45,78,865</b>	<b>65,16,290</b>

**Sravathi Advance Process Technologies Private Limited**

(All amounts in Indian rupees, except share data and where otherwise stated)

**21 Provisions**

Particulars	31/03/2022	31/03/2021
<b>Provision for Employee Benefits</b>		
a) Provision For Leave Encashment	1,36,150	16,413
b) Provident Fund	5,37,553	3,47,433
c) Provision for Gratuity	7,258	4,179
<b>Other Provisions</b>		
a) Provision For Audit Fee	67,500	50,875
b) Provision For Expenses	21,89,237	1,15,719
<b>TOTAL</b>	<b>29,37,698</b>	<b>5,34,619</b>

**22 Revenue from Operations**

Particulars	31/03/2022	31/03/2021
a) Sale of Services (PDC)	3,59,02,448	1,02,63,736
<b>TOTAL</b>	<b>3,59,02,448</b>	<b>1,02,63,736</b>

**Disaggregation of revenue on the basis of**

Revenues by Geographical Market	31/03/2022	31/03/2021
Within India	3,59,02,448	1,02,63,736
Outside India	-	-

**Information about Major Customers:**

Revenue from transactions exceeds 10 percent or more of entity's revenues with Shilpa Medicare Limited

**23 Other Income**

Particulars	31/03/2022	31/03/2021
a) Notional Interest on Security Deposit	6,18,517	2,22,254
b) Profit on Sale of Asset	-	75,902
<b>TOTAL</b>	<b>6,18,517</b>	<b>2,98,156</b>

**24 Employee Benefits Expense**

Particulars	31/03/2022	31/03/2021
a) Salaries & Wages	4,82,00,853	3,64,32,286
b) Contribution To Provident Fund/ Other Fund	24,71,846	18,37,228
c) Staff Welfare Expenses	9,28,149	6,71,626
d) Contribution To Gratuity	5,53,257	6,72,281
<b>TOTAL</b>	<b>5,21,54,105</b>	<b>3,96,13,421</b>

**25 Finance Cost**

Particulars	31/03/2022	31/03/2021
a) Notional Interest on Leases Liability	3,22,075	6,14,637
b) Interest on Pref Share liability	1,19,48,806	82,24,397
<b>TOTAL</b>	<b>1,22,70,881</b>	<b>88,39,034</b>

**Sravathi Advance Process Technologies Private Limited**

(All amounts in Indian rupees, except share data and where otherwise stated)

**26 Other expenses**

<b>Particulars</b>	<b>31/03/2022</b>	<b>31/03/2021</b>
a) Power And Fuel	11,28,226	9,49,789
<b>b) Repairs &amp; Maintenance</b>		
i) Buildings	1,16,621	1,93,090
ii) Machinery	3,21,825	2,95,301
i) Others	8,10,878	4,47,547
c) Traveling And Conveyance	2,56,102	56,744
d) Payment to Auditor (Refer Note 27)	1,25,000	70,000
e) Research & Development Expenses	50,49,117	73,69,504
f) Transportation Charges	8,846	7,431
g) Exchange Loss	46,480	49,143
h) Professional & Consultancy	29,27,694	32,24,711
i) Rates & Taxes	8,87,350	29,24,266
j) Security & Housekeeping charges	14,25,593	10,12,120
k) Books & Periodicals	19,50,085	15,63,756
l) Miscellaneous Exp	6,28,723	6,50,559
m) Printing and Stationery	3,99,230	1,34,995
n) Insurance Charges	67,146	12,946
o) Fire & Safety Exp	10,90,507	2,18,931
<b>TOTAL</b>	<b>1,72,39,423</b>	<b>1,91,80,832</b>

**27 Payment to Statutory Auditors \***

<b>Particulars</b>	<b>31/03/2022</b>	<b>31/03/2021</b>
a) Statutory Audit	75,000	55,000
b) Limited Review Report	30,000	15,000
b) Tax Audit	20,000	-
<b>TOTAL</b>	<b>1,25,000</b>	<b>70,000</b>

\* Excluding GST

**Sravathi Advance Process Technologies Private Limited**

(all amounts in Indian rupees, except share data and where otherwise stated)

**11 Share Capital**

Particulars	As at	As at	As at
	31.03.2022	31.12.2021	31.03.2021
<b>Authorised share Capital</b>			
<b>Equity shares</b>			
1,00,000 Equity Share of Rs. 10/- each par value	30,00,00,000	25,00,00,000	20,00,00,000
<b>Preference Share Capital</b>			
29,90,000 (C.Y) preference shares on Rs. 100/- each and 19,90,000 (P.Y) preference shares of Rs. 100/- each	30,00,00,000	25,00,00,000	20,00,00,000
<b>Issued subscribed &amp; fully paid up</b>			
<b>Equity shares</b>			
100000 Equity Share of Rs. 10/- each par value	10,00,000	10,00,000	10,00,000
<b>TOTAL</b>	<b>10,00,000</b>	<b>10,00,000</b>	<b>10,00,000</b>

**(a) Reconciliation of the number of shares.**

Particulars	As at 31.03.2022		As at 31.12.2021		As at 31.03.2021	
	Nos	Amount	Nos	Amount	Nos	Amount
<b>Shares outstanding at the beginning of the year</b>	-	-	-	-	-	-
Equity Shares						
<b>Shares issued during the year</b>	1,00,000	10,00,000	1,00,000	10,00,000	1,00,000	10,00,000
Equity Shares						
<b>Shares outstanding at the end of the year</b>	<b>1,00,000</b>	<b>10,00,000</b>	<b>1,00,000</b>	<b>10,00,000</b>	<b>1,00,000</b>	<b>10,00,000</b>

**(b) Equity Shareholders holding more than 5% shares in the Company**

Particulars	As at 31.03.2022		As at 31.12.2021		As at 31.03.2021	
	Nos	% of Holding	Nos	% of Holding	Nos	% of Holding
1) Shilpa Medicare Limited	65000	65	65000	65	65000	65
2) Dr. Kishan Gurrum	17000	17	17000	17	17000	17
3) Dr. Ramanarayanan G V	9000	9	9000	9	9000	9
4) Dr. Sivakumar Sreeramagiri	9000	9	9000	9	9000	9

**Rights and Restrictions attached to Equity Shares**

The Company has issued Equity shares having face value of Rs.10/- per share. Each Share Holder is eligible for one vote per share. In case dividend is proposed by the Company it will be subject to the approval of the Board of Directors. In the event of liquidation, the equity share holders are eligible to receive balance assets remaining after repayment to all the preferential share capital holders, in the in proportion to their equity holding.

**Sravathi Advance Process Technologies Private Limited**

(All amounts are in Indian Rupees in thousands unless otherwise stated)

**36 Related Party Transactions****Key Management Personnel (KMP)**

- 1 Dr. Kishan Gurram

**Joint Venture Partner**

- 1 Shilpa Medicare Limited
- 2 Dr. Ramanarayanan G V
- 3 Dr. Sivakumar Sreeramagiri

**Common Key Management Personnel (KMP)**

- 1 Sravathi AI Technology Pvt Ltd

**Director in Common**

- 1 Ramakant Innani - Director in M/s. INM Technologies Pvt Ltd
- 2 Ramakant Innani - Director in M/s. INM Nuvent Paints Pvt Ltd

SL No	Name of related Party	Relationship	Descriptions of Transaction	31.03.2022	31.03.2021
1	Shilpa Medicare Limited	JV Partner	0.1% Non Cumulative, Non-participatable Convertible Pref. Share Capital	28,43,50,000	15,35,00,000
			Preferential Share application Money	-	-
			Equity shares issued	-	-
			Supply of Services	2,09,25,000	90,00,000
			Purchase of goods	-	190
			Trade (Payables) / Receivables	-	(118)
2	Dr. Kishan Gurram	KMP	Remuneration	1,00,00,000	1,00,00,000
			Travelling Expense Reimbursement	1,88,728	43,879
			Supply of Services	-	-
			Equity shares issued	-	-
			Balance payable	5,40,613	5,16,325
3	Dr. Ramanarayanan G V	JV Partner	Remuneration	50,00,000	50,00,000
			Travelling Expense Reimbursement	-	-
			Purchase of Goods	-	-
			Equity shares issued	-	-
			Balance payable	2,55,162	2,76,283
4	Dr. Sivakumar Sreeramagiri	JV Partner	Remuneration	50,00,000	50,00,000
			Travelling Expense Reimbursement	-	7,431
			Purchase of Goods	1,26,587	-
			Equity shares issued	-	-
			Balance payable	3,77,816	2,92,769
5	Sravathi AI Technology Pvt Ltd	Common KMP	Sale of Goods or Services	-	51,78,859
			Reimbursement of Expenses	(90,000)	-
6	INM Technologies Pvt Ltd	Common Director	Purchase of Goods	6,58,286	-
7	INM Nuvent Paints Pvt Ltd	Common Director	Purchase of Goods	1,07,749	-

**Sravathi Advance Process Technologies Private Limited**

(All amounts are in Indian Rupees in thousands unless otherwise stated)

**28 Employee Benefits**

<b>I) Defined Contribution Plan</b>	<b>Year ended</b>	<b>Year ended</b>
<b>Particulars</b>	<b>31st March, 2022</b>	<b>31st March, 2021</b>
Provident Fund	24,71,846	18,37,228
<b>Total</b>	<b>24,71,846</b>	<b>18,37,228</b>

<b>II) DEFINED BENEFIT PLAN (GRATUITY)</b>		
<b>Movement of Present value of the Defined Benefit Obligation</b>	<b>Year ended</b>	<b>Year ended</b>
	<b>31st March, 2022</b>	<b>31st March, 2021</b>
<b>i) Change in Defined Benefit Obligation</b>		
Obligations at Period Beginning	<b>11,96,485</b>	<b>5,40,944</b>
Service Cost	4,67,110	6,33,333
Interest on Defined Benefit Obligation	86,147	38,948
Benefits Settled	-	-
Actuarial (Gain)/Loss	(7,03,336)	(16,740)
<b>Obligations at Period End</b>	<b>10,46,406</b>	<b>11,96,485</b>
<b>ii) Change in Plan Assets</b>		
Plans Assets at Period Beginning, at Fair value	-	-
Expected Return on Plan Assets	-	-
Actuarial Gain/(Loss)	7,03,336	16,740
Employer Contribution	-	-
Benefits Payout	-	-
<b>Plans Assets at Period End, at Fair Value</b>	<b>7,03,336</b>	<b>16,740</b>
<b>iii) Reconciliation of Present Value of the Obligation and the Fair Value of the Plan Assets:</b>		
Closing PBO	10,46,406	11,96,485
Closing Fair value of Plan Assets	-	-
Closing Funded Status	(10,46,406)	(11,96,485)
<b>Unrecognised actuarial (Gains)/Losses</b>		
<b>Net Asset/(Liability) Recognized in the Balance Sheet</b>	<b>(10,46,406)</b>	<b>(11,96,485)</b>
<b>iv) Expenses Recognised in the P &amp; L Account</b>		
Service Cost	4,67,110	6,72,281
Interest Cost	86,147	-
Expected Return on Plan Assets	-	-
Actuarial (Gain)/Loss	(7,03,336)	(16,740)
<b>Net Gratuity Cost</b>	<b>(1,50,079)</b>	<b>6,55,541</b>

<b>C. Principal Actuarial Assumptions</b>		
Interest Rate		
Discount rate (based on the market yields available on Government bond at the accounting date with a term that matches that of the Liabilities)	7.39%	7.20%
Expected rate of return on assets	0%	0%
Salary escalation (taking into account inflation, seniority, promotion And other relevant factors)	12%	10%
Attrition rate of employees	38%	5%
Retirement age of employees (Years)	60	60

Actuarial gain/loss is recognised immediately. The estimates of salary increase, inflation, promotion, Seniority etc is taken into account for the purpose of calculating the provision for gratuity liability based on actuarial valuation. The Company has unfunded scheme for payment of gratuity to all eligible employees calculated at specific no. of days (ranging from 15 days to 1 month) of the last drawn salary depending upon tenure of service for each year of completed service subject to minimum of five years payable at the time of separation upon superannuation or on exit otherwise.

#### **Sensitivity Analysis**

The Sensitivity of the defined benefit obligation to changes in the weighted principal assumptions are as

<b>Particulars</b>	<b>Year ended 31.03.2022</b>		
	<b>Increase/(decrease) in DBO</b>	<b>Liability</b>	<b>Increase/(decrease) in DBO</b>
Discount rate	-4.10%	10,91,635	(42,903)
Discount rate	4.30%	10,91,635	44,995
Salary growth rate	4.60%	10,94,032	48,135
Salary growth rate	-4.30%	10,00,944	(44,995)
Attrition rate	-2.30%	10,22,318	(24,067)
Attrition rate	2.40%	10,71,206	25,114

Sensitivity analysis of significant actuarial assumptions is computed by varying one actuarial assumptions used for the valuation of defined benefit obligation by 100 basis points, keeping all other actuarial assumptions constant.

<b>Particulars</b>	<b>Year ended 31.03.2021</b>		
	<b>Increase/(decrease) in DBO</b>	<b>Liability</b>	<b>Increase/(decrease) in DBO</b>
Discount rate	-10.11%	10,75,514	(1,20,970)
Discount rate	12.05%	13,40,606	1,44,122
Salary growth rate	11.45%	13,33,514	1,37,029
Salary growth rate	-9.84%	10,78,775	(1,17,710)
Attrition rate	-5.13%	11,35,154	(61,330)
Attrition rate	5.65%	12,64,131	67,646

Sensitivity analysis of significant actuarial assumptions is computed by varying one actuarial assumptions used for the valuation of defined benefit obligation by 100 basis points, keeping all other actuarial assumptions constant.

29 Fair value measurement hierarchy:

Particulars	Carrying Amount			Total
	FVTPL (Level-2)	FVTOCI	Amoritised Cost	
<b>Financial Assets</b>				
<b>31-03-2022</b>	-	-	-	-
Non-current investments	-	-	-	-
Current investment	-	-	-	-
Trade receivable	-	-	19,43,000	19,43,000
Cash & bank balance	-	-	23,09,460	23,09,460
Other fianacial assets	-	-	61,15,982	61,15,982
	-	-	<b>1,03,68,442</b>	<b>1,03,68,442</b>
<b>Financial Liability.</b>				
Non-current Financial Liability	-	-	-	-
- Borrowings	24,44,33,968	-	-	24,44,33,968
- Others	1,03,61,785	-	-	1,03,61,785
Current Liability				
- Trade payables	32,85,244	-	-	32,85,244
- Other financial liabilities	88,33,875	-	1,30,42,783	2,18,76,658
	<b>26,69,14,872</b>	-	<b>1,30,42,783</b>	<b>27,99,57,655</b>
<b>31-03-2021</b>				
Non-current investments	-	-	-	-
Current investment	-	-	-	-
Trade receivable	-	-	-	-
Cash & bank balance	-	-	3,46,490	3,46,490
Other fianacial assets	-	-	24,19,754	24,19,754
	-	-	<b>27,66,244</b>	<b>27,66,244</b>
<b>Financial Liability.</b>				
Non-current Financial Liability				
- Borrowings	12,52,08,542	-	-	12,52,08,542
- Others	12,91,808	-	-	12,91,808
Current Liability				
- Trade payables	37,89,604.00	-	-	37,89,604
- Other financial liabilities	34,33,725	-	7,69,424	42,03,149
	<b>13,37,23,679</b>	-	<b>7,69,424</b>	<b>13,44,93,103</b>

**Level 1:** Hierarchy includes financial instruments measured using quoted prices. This includes listed equity instruments, traded bonds, ETFs and mutual funds that have quoted price. The fair value of all equity instruments (including bonds) which are traded in the stock exchanges is valued using the closing price as at the reporting period. The mutual funds are valued using the closing NAV.

**Level 2:** The fair value of financial instruments that are not traded in an active market (for example, traded bonds, over-the counter derivatives) is determined using valuation techniques which maximize the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

**Level 3:** If one or more of the significant inputs is not based on observable market data, the instrument is included in level3. This is the case for unlisted equity securities, contingent consideration and indemnification asset included in level 3.

**Valuation technique used to determine fair value:**

1. The use of quoted market prices or dealer quotes for similar instruments.
2. The fair value of interest rate swaps is calculated as the present value of the estimated future cash flows based on observable yield curves.
3. The fair value of forward foreign exchange contracts and principal swap is determined using forward exchange rates at the balance sheet date

**1. Financial Risk Management**

The Company's activities expose it to a variety of financial risks such as Market Risk, Credit Risk and Liquidity Risk. The Company focuses on minimizing potential adverse effect on its financial performance.

**(A) Market Risk**

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. The changes in the values of financial assets /liability may result from change in the foreign currency exchange rates (Foreign Currency Risk), change in interest rates (Cash flow & interest rate risk), and change in price of investments (Price Risk).

**(i) Foreign Currency Risk**

The Company does not operate internationally, however it is exposed to foreign exchange risk through importing raw materials in foreign currency and has no Forward/hedge agreements.

Particulars	31-03-2022		
	USD	EURO	YEN
<b>Financial Assets</b>			
Loan	-	-	-
Trade receivables	-	-	-
Cash and cash equivalents	-	-	-
<b>Financial liabilities</b>			
Trade payables	-	-	-
Other current financial liabilities	-	-	-
	-	-	-

**Sensitivity analysis**

Sensitivity analysis of 1% change in exchange rate at the ending of the reporting period net of hedges.

Particulars	Impact on Profit & Loss	Impact on other component of equity
	31.03.2022	31.03.2022
<b>USD -Sensitivity</b>		
Increase by 1% Gain	-	-
Decrease by 1% (loss)	-	-
<b>Euro -Sensitivity</b>		
Increase by 1% Gain	-	-
Decrease by 1%( loss)	-	-
<b>YEN -Sensitivity</b>		
Increase by 1% Gain	-	-
Decrease by 1%( loss)	-	-

Particulars	31-03-2021		
	USD	EURO	YEN
<b>Financial Assets</b>			
Trade receivables	-	-	-
Cash and cash equivalents	-	-	-
<b>Financial liabilities</b>			
Trade payables	22,500	-	-
Other current financial liabilities	-	-	-
	(22,500)	-	-

#### Sensitivity analysis

Sensitivity analysis of 1% change in exchange rate at the ending of the reporting period net of hedges.

Particulars	Impact on Profit & Loss	Impact on other component of equity
	31.03.2021	31.03.2021
<b>USD -Sensitivity</b>		
Increase by 1% Gain	(16,539)	-
Decrease by 1% (loss)	16,539	-
<b>Euro -Sensitivity</b>		
Increase by 1% Gain	-	-
Decrease by 1%( loss)	-	-
<b>YEN -Sensitivity</b>		
Increase by 1% Gain	-	-
Decrease by 1%( loss)	-	-

#### **(ii) Interest Rate Risk**

Interest rate risk is the risk that the fair value of future cash flows of the financial instruments will fluctuate because of changes in market interest rates. In order to optimize the Company's position with regards to interest expenses/ income and to manage the interest rate risk, the Company manage its interest rate risk by having portfolio of fixed / variable interest rate on long / short term borrowings. The analysis is prepared assuming the amount of liability outstanding at the end of the reporting period is average weighted balance of the respective reporting period.

According to the Company, interest rate risk exposure is only for floating rate borrowings. Since we don't have floating rate borrowing and hence this disclosure is not applicable for the year ended March 31, 2022.

#### **(iii) Price Risk**

Company does not have any exposure to price risk, as there is no market based equity instrument made by the Company.

#### **(B) Credit Risk**

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The credit risk is arises from its operation activity primarily from trade receivable and from its financial activity . Customer credit risk is controlled by analysis of credit limit and credit worthness of the customer on a continuous basis to whom the credit has been granted. Company does not have any Receivable during the Financial Year.

#### **(C)Liquidity risk**

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations of its financial liability.The objective of liquidity risk management is to maintain sufficient liquidity and ensure that funds are available for paying liability when they are due, under normal and stressed condition without incurring losses and risk.

**Maturity profile of loans and derivative financial liabilities as on March 31, 2022**

Particulars	On Demand	< 01 Year	1 to 5 years	> 05 Years
Long term borrowings	-	-	24,44,33,968	-
Trade payable	-	32,85,244	-	-
Other financial liability	-	1,45,78,865	-	-
<b>TOTAL</b>	-	1,78,64,109	24,44,33,968	-

**Maturity profile of loans and derivative financial liabilities as on March 31, 2021**

Particulars	On Demand	< 01 Year	1 to 5 years	> 05 Years
Long term borrowings	-	-	12,52,08,542	-
Trade payable	-	37,89,604	-	-
Other financial liability	-	65,16,290	-	-
<b>TOTAL</b>	-	1,03,05,894	12,52,08,542	-

**30 Capital Management**

The Company's objectives when managing capital are to

- i) Safeguard their ability to continue as a going concern, so that they can continue to provide returns for shareholders and benefits for other stakeholders.
- ii) Maintain an optimal capital structure to reduce the cost of capital.

Consistent with others in the industry, the Company monitors capital on the basis of the following gearing ratio:

Net debt (total borrowings net of cash and cash equivalents) divided by total 'equity' (as shown in the balance sheet)

Particulars	31.03.2022	31-03-2021
Net Debt	24,44,33,968	12,52,08,542
Total Equity	(6,75,49,677)	(4,39,65,170)
Debt Equity Ratio	<b>(3.62)</b>	<b>(2.85)</b>

**31 Leases****a) The Carrying value of right of use assets at the end of the reporting period by class**

Particulars	31.03.2022	31.03.2021
<b>i) Buildings</b>		
Opening	44,34,387	75,64,540
Lease entered during the year	2,28,11,719	-
Amortised during the year	86,35,643	31,30,153
<b>Balance at the year end</b>	<b>1,86,10,463</b>	<b>44,34,387</b>

**b) Movement of Lease Liability during the year**

Particulars	31.03.2022	31.03.2021
Additions	2,33,83,850	73,50,896
Add: Interest accrued for the year	9,52,602	6,14,637
Less: Payment of Lease Liabilities	71,11,225	32,40,000
<b>Balance at the year end</b>	<b>1,72,25,227</b>	<b>47,25,533</b>

**b) Maturity Analysis of Lease Liabilities**

<b>Maturity analysis – contractual undiscounted cash flows</b>	<b>31.03.2022</b>	<b>31.03.2021</b>
Less than one year	88,33,875	35,01,225
One to five years	96,68,700	14,88,375
More than five years	-	-
<b>Total undiscounted lease liabilities</b>	<b>1,85,02,575</b>	<b>49,89,600</b>
<b>Lease liabilities included in the statement of financial position</b>		
a) Non-current	1,03,61,785	12,91,808
b) Current	88,33,875	34,33,725

**C) Amount recognised in Profit and Loss Account**

<b>Particulars</b>	<b>31.03.2022</b>	<b>31.03.2021</b>
Interest on Lease liabilities	3,22,075	6,14,637
Amortisation of ROU	86,35,643	31,30,153

**32 Movement of Deferred tax Assets / Liability**

<b>Particulars</b>	<b>As at 31.03.2022</b>	<b>Charge/ (Credit) to Profit &amp; Loss account</b>	<b>Recognised through Other Equity</b>	<b>As at 31.03.2022</b>
<b>Deferred Tax Liability in relation to:</b>				
Property, plant and equipment, and intangible assets	(16,39,919)	(5,71,257)	-	<b>(22,11,176)</b>
Fair value of Pref Share Liabilities through PL A/c	(71,20,960)	30,33,649	(61,29,079)	<b>(1,02,16,390)</b>
Fair valuation of Leases Liability through PL A/c (Net)	(1,36,739)	95,174	-	<b>(41,565)</b>
Deferred Tax Liability	<b>(88,97,619)</b>	<b>25,57,566</b>	<b>(61,29,079)</b>	<b>(1,24,69,132)</b>
<b>Deffered Tax Asset in relation to;</b>				
Loss as per IT Act	1,45,80,670	1,31,81,892	-	<b>2,77,62,562</b>
Liabilities FV through PL A/c	-	-	-	-
Other disallowable expenses	-	38,455	-	<b>38,455</b>
Deffered Tax Asset	<b>1,45,80,670</b>	<b>1,32,20,347</b>	-	<b>2,78,01,017</b>
<b>Net Deferred Tax (Liability) / Asset</b>	<b>56,83,051</b>	<b>1,57,77,913</b>	<b>61,29,079</b>	<b>1,53,31,885</b>

<b>Particulars</b>	<b>As at 31.03.2021</b>	<b>Charge/ (Credit) to Profit &amp; Loss account</b>	<b>Recognised through Other Equity</b>	<b>As at 31.03.2021</b>
<b>Deferred Tax Liability in relation to:</b>				
Property, plant and equipment, and intangible assets	(8,21,048)	(8,18,872)	-	<b>(16,39,919)</b>
Fair value of Pref Share Liabilities through PL A/c	(50,13,059)	20,70,081	(41,77,982)	<b>(71,20,960)</b>
Fair valuation of Leases Liability through PL A/c (Net)	(87,637)	(49,102)	-	<b>(1,36,739)</b>
Deferred Tax Liability	<b>(59,21,744)</b>	<b>12,02,107</b>	<b>(41,77,982)</b>	<b>(88,97,619)</b>
<b>Deffered Tax Asset in relation to;</b>				
Loss as per IT Act	54,79,086	88,97,502	-	<b>1,43,76,588</b>
Liabilities FV through PL A/c	-	-	-	-
Other disallowable expenses	-	2,04,082	-	<b>2,04,082</b>

Deffered Tax Asset	54,79,086	91,01,584	-	1,45,80,670
<b>Net Deferred Tax (Liability) / Asset</b>	<b>(4,42,658)</b>	<b>1,03,03,690</b>	<b>41,77,982</b>	<b>56,83,051</b>

**33 Contingent Liabilities**

<b>Particulars</b>	<b>31.03.2022</b>	<b>31.03.2021</b>
a) Bank Guarantees / Corporate Guarantee	-	-
b) Letter of Credit.	-	-
c) Claims against the Company not acknowledgege as debts.	-	-
d) Estimate amount of contract remain to be executed on account of capital commitments not provided for. (Capital Commitments)	1,10,68,034	38,78,448
<b>TOTAL</b>	<b>1,10,68,034</b>	<b>38,78,448</b>

**34 Earning Per Share**

Particulars	31.03.2022	31.03.2021
Net Profit after taxes	(4,10,28,810)	(5,77,98,341)
Weighted Average No of Equity shares	1,00,000	1,00,000
Face Value	10	10
Basic & Diluted EPS	(410.29)	(577.98)

35 In the opinion of the Board, all assets other than fixed assets and non current investments, have a realisable value in the ordinary course of business which is not different from the amount at which it is stated.

36 Balances of Trade Receivables / Trade payables / Long Term Borrowings and Deposits are subject to Balance Confirmation.

37 The Company has not received any intimation from "Suppliers" regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosures relating to amount unpaid as at the year end together with interest paid / payable under this act cannot be ascertained.

**38 Disclosure required under Clause 22 of Micro, Small and Medium Enterprise Development('MSMED') Act, 2006**

Particulars	As at 31st March,2022	As at 31st March,2021
a. Principal and interest amount remaining unpaid	15,04,788	13,29,503
b. Interest due thereon remaining unpaid*	-	-
c. Interest paid by the Company in terms of Section 16 of the Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day	-	-
d. Interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the period) but without adding interest specified under the Micro, Small and Medium Enterprises Act, 2006	-	-
e. Interest accrued and remaining unpaid	-	-
f. Interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprises	-	-

The above disclosures are provided by the Company based on the information available with the Company in respect of the registration status of its vendors/suppliers.

\*Company has not provided interest on MSME dues as per the terms agreed with supplier.

37 The Operating Segments have been reported in a manner consistent with the internal reporting provided to the Board of directors, who are the Chief Operating Decision Makers. They are responsible for allocating resources and assessing the performance of operating segments. Accordingly, the reportable segment is only one segment i.e. manufacture and sale of Pharmaceutical products.

- 38** The company has issued only one class of 28,43,500 Compulsory Convertible Non-Cumulative Non-Participate Preference shares having a face value of Rs.100 each. The Preference share shall carry a coupon rate of 0.01%. The holder of Preferential Shares can exercise the option of conversion into equity any time starting from 3rd year upto 7th year at the fair value existing on the date of conversion. As the rate at which such Pref shares are convertible into Equity is not know and also that the number of equity shares to be issued against such pref shares are no known the same has been classified as Liabilities.
- 39** Previous year figures have been reclassified / regrouped where ever necessary.

As per our report of even date attached  
for **Bohara Bhandari Bung And Associates LLP**  
**Chartered Accountants**  
**(Firm's Regn No.008127S/S-200013)**

**For and on behalf of Board of Directors**

**CA. Pankaj Kumar Bohara**  
**Partner**  
M.No.215471

**Vishnukant C Bhutada**  
**Director**  
DIN No.01243391

**Kishan Gurram**  
**Managing Director**  
DIN No. 06869882

Place: Raichur  
Date:

Place: Raichur  
Date:

12 **Statement of Changes in Equity**

a. **Equity Share Capital**

Particulars	As at 31.03.2022	As at 31.12.2021	As at 31.03.2021
Balance at the beginning of the reporting period	-	-	-
Changes in equity share capital during the year	10,00,000	10,00,000	10,00,000
<b>Balance at the end of the reporting period</b>	<b>10,00,000</b>	<b>10,00,000</b>	<b>10,00,000</b>

b. **Other Equity**

Particulars	Retained Earnings (Note No.b(i))	FV of Pref Share Liability (Note No.b(ii))	Exchange difference on translating the financial statement of foreign operation	OCI Actuarial Gain / (Loss) on Defined Benefit Plan	31.03.2022
Balance at the beginning of the Reporting period	(7,39,11,599)	2,89,46,429	-	-	(4,49,65,170)
Addition during the year	-	2,35,73,381	-	-	2,35,73,381
Total Comprehensive income for the year	(4,10,28,810)	-	-	-	(4,10,28,810)
Dividends	-	-	-	-	-
Deferred tax on FV of Pref Share liability	-	(61,29,079)	-	-	(61,29,079)
Transfer to retained earning	-	-	-	-	-
For the year	-	-	-	-	-
<b>Balance at the end of the reporting period</b>	<b>(11,49,40,409)</b>	<b>4,63,90,731</b>	-	-	<b>(6,85,49,677)</b>

b. **Other Equity**

Particulars	Retained Earnings (Note No.b(i))	FV of Pref Share Liability (Note No.b(ii))	Exchange difference on translating the financial statement of foreign operation	OCI Actuarial Gain / (Loss) on Defined Benefit Plan	31.12.2021
Balance at the beginning of the Reporting period	(7,39,11,599)	2,89,46,429	-	-	(4,49,65,170)
Addition during the year	-	1,72,32,271	-	-	1,72,32,271
Total Comprehensive income for the year	(3,51,39,219)	-	-	-	(3,51,39,219)
Dividends	-	-	-	-	-
Deferred tax on FV of Pref Share liability	-	(44,80,390)	-	-	(44,80,390)
Transfer to retained earning	-	-	-	-	-
For the year	-	-	-	-	-
<b>Balance at the end of the reporting period</b>	<b>(10,90,50,818)</b>	<b>4,16,98,310</b>	-	-	<b>(6,73,52,508)</b>

Particulars	Retained Earnings (Note No.b(i))	FV of Pref Share Liability (Note No.b(ii))	Exchange difference on translating the financial statement of foreign operation	OCI Actuarial Gain / (Loss) on Defined Benefit Plan	30.09.2021
Balance at the beginning of the Reporting period	(7,39,11,599)	2,89,46,429	-	-	(4,49,65,170)
Addition during the year	-	1,28,30,478	-	-	1,28,30,478
Total Comprehensive income for the year	(2,90,10,269)	-	-	-	(2,90,10,269)
Dividends	-	-	-	-	-
Deferred tax on FV of Pref Share liability	-	(33,35,924)	-	-	(33,35,924)
Transfer to retained earning	-	-	-	-	-
For the year	-	-	-	-	-
<b>Balance at the end of the reporting period</b>	<b>(10,29,21,867)</b>	<b>3,84,40,983</b>	-	-	<b>(6,44,80,884)</b>

Particulars	Retained Earnings (Note No.b(i))	FV of Pref Share Liability (Note No.b(ii))	Exchange difference on translating the financial statement of foreign operation	OCI Actuarial Gain / (Loss) on Defined Benefit Plan	30.06.2021
Balance at the beginning of the Reporting period	(7,39,11,599)	2,89,46,429	-	-	(4,49,65,170)
Addition during the year	-	49,02,606	-	-	49,02,606
Total Comprehensive income for the year	(1,27,75,497)	-	-	-	(1,27,75,497)
Dividends	-	-	-	-	-
Deferred tax on FV of Pref Share liability	-	(12,74,678)	-	-	(12,74,678)
Transfer to retained earning	-	-	-	-	-
For the year	-	-	-	-	-
<b>Balance at the end of the reporting period</b>	<b>(8,66,87,096)</b>	<b>3,25,74,358</b>	-	-	<b>(5,41,12,738)</b>

Particulars	Retained Earnings (Note No.b(i))	FV of Pref Share Liability (Note No.b(ii))	Exchange difference on translating the financial statement of foreign operation	OCI Actuarial Gain / (Loss) on Defined Benefit Plan	31.03.2021
Balance at the beginning of the Reporting period	(1,61,13,258)	1,65,25,358	-	-	4,12,100
Addition during the year	-	1,65,99,053	-	-	1,65,99,053
Total Comprehensive income for the year	(5,77,98,341)	-	-	-	(5,77,98,341)
Dividends	-	-	-	-	-
Deferred tax on FV of Pref Share liability	-	(41,77,982)	-	-	(41,77,982)
Transfer to retained earning	-	-	-	-	-
For the year	-	-	-	-	-
<b>Balance at the end of the reporting period</b>	<b>(7,39,11,599)</b>	<b>2,89,46,429</b>	-	-	<b>(4,49,65,170)</b>

Particulars	Retained Earnings (Note No.b(i))	FV of Pref Share Liability (Note No.b(ii))	Exchange difference on translating the financial statement of foreign operation	OCI Actuarial Gain / (Loss) on Defined Benefit Plan	31.03.2020
Balance at the beginning of the Reporting period	-	-	-	-	-
Addition during the year	-	2,20,83,867	-	-	2,20,83,867
Total Comprehensive income for the year	(1,61,13,258)	-	-	-	(1,61,13,258)
Dividends	-	-	-	-	-
Deferred tax on FV of Pref Share liability	-	(55,58,509)	-	-	(55,58,509)
Transfer to retained earning	-	-	-	-	-
For the year	-	-	-	-	-
<b>Balance at the end of the reporting period</b>	<b>(1,61,13,258)</b>	<b>1,65,25,358</b>	-	-	<b>4,12,100</b>

**Note :-**

**i. Retained Earnings:**

This Reserve represents the cumulative profits of the Company. This Reserve can be utilised in accordance with the provisions of the Companies Act, 2013.

**ii. FV of Pref share Liability:**

a.) This represents the fair value difference of Compulsorily Convertible Preference shares which have been designated as Financial liability. The same would be transferred to Retained earnings at the time of conversion of Pref shares into equity. The same have been disclosed net of taxes.

b.) The Company has classified 28,43,500 Compulsory Convertible Non-Cumulative Non-Participate Preference shares as liabilities. Hence, at the time initial reconciliation excess amount received from holding company classified under other equity.