

IHP FINVEST LIMITED

ANNUAL REPORT
2021-22



| | | |
|---------------------------|-------------------------------|------------|
| Board of Directors | Mr. Rajas R. Doshi | : Chairman |
| | Ms. Jyoti R. Doshi | : Director |
| | Mr. Mayur R. Doshi | : Director |
| | Mr. Rameshwar D. Sarda | : Director |
| | Mr. P. R. Bhat | : Director |

| | |
|-----------------|---|
| Auditors | M/s. K. S. Aiyar & Co., Chartered Accountants F-7, Laxmi Mills, Shakti Mills Lane, (Off. Dr. E. Moses Road), Mahalaxmi, Mumbai – 400 011 |
|-----------------|---|

| | |
|-----------------------------------|---|
| Solicitors & Advocates | M/s. Kanga & Company, Mumbai |
|-----------------------------------|---|

| | |
|----------------|---|
| Bankers | State Bank of India HDFC Bank Ltd. Bank of Baroda IDFC First Bank Ltd. |
|----------------|---|

| | |
|-------------------------------------|--|
| Registrar and Transfer Agent | MCS Share Transfer Agent Ltd. K-215, 2 nd Floor, Ansa Industrial Estate, Saki Vihar Road, Saki Naka, Andheri (E) Mumbai - 400 072 Ph.: - 022 - 28476021 / 022 - 28476022 Email: helpdesknum@mcsregistrars.com |
|-------------------------------------|--|

| | |
|--------------------------|--|
| Registered Office | Construction House, 2 nd Floor, 5, Walchand Hirachand Road, Ballard Estate, Mumbai – 400 001 Tel No.: 022-22618091 / 22705150 CIN No.: U65920MH1996PLC103184 Email: ihpfinvest@yahoo.co.in |
|--------------------------|--|

| | |
|-------------------------------|---|
| Annual General Meeting | Wednesday, 10th August, 2022, at 3.00 P. M. (IST) Through Video Conferencing (“VC”) / Other Audio Visual Means (“OAVM”) |
|-------------------------------|---|

CONTENTS

| | |
|--|-----------|
| Notice | 2 |
| Board’s Report | 11 |
| Independent Auditor’s Report | 21 |
| Balance Sheet | 26 |
| Statement of Profit and Loss | 27 |
| Cash Flow Statement | 28 |
| Significant Accounting Policies and Notes to Accounts forming part of Financial Statements for the year ended 31st March, 2022 | 30 |
| Independent Auditors’ Report on Consolidated Financial Statements, Significant Accounting Policies & Notes to Financial Statements for the year ended 31st March, 2022 | 54 |

NOTICE

NOTICE is hereby given that the Twenty Sixth Annual General Meeting of the Company will be held through Video Conferencing ("VC") / Other Audio Visual Means ("OAVM") as scheduled below to transact the following business:

Day : Wednesday
Date : 10th August, 2022
Time : 3.00 p.m. (IST)

ORDINARY BUSINESS:

1. To receive, consider and adopt:
 - i. The Audited Standalone Financial Statements of the Company for the financial year ended 31st March, 2022 including Audited Balance Sheet as at 31st March, 2022 and the Statement of Profit & Loss and Statement of Cash Flow, for the year ended on that date together with the Reports of the Board of Directors and Auditors thereon.
 - ii. The Audited Consolidated Financial Statements of the Company for the financial year ended 31st March, 2022 including Audited Consolidated Balance Sheet as at 31st March, 2022, Consolidated Statement of Profit & Loss and Consolidated Statement of Cash Flow, for the year ended on that date together with the Report of the Auditors thereon.
2. To declare a Dividend on Equity Shares of the Company for the financial year ended 31st March, 2022.
3. To appoint a Director in place of Mr. Rameshwar D. Sarda (DIN: 00095766), who retires by rotation and being eligible, offers himself for re-appointment.
4. To appoint a Director in place of Mr. P. R. Bhat (DIN: 03534929), who retires by rotation and being eligible, offers himself for re-appointment.

For and on behalf of the Board of Directors

Rajas R. Doshi
Chairman

Registered Office:

Construction House, 2nd Floor,
Walchand Hirachand Road,
Ballard Estate, Mumbai - 400 001.
Tel No.: 022-22618091 / 22705150
Email: ihpfinvest@yahoo.co.in
CIN: U65920MH1996PLC103184

Date: 30th June, 2022

NOTES:

1. **General instructions for accessing and participating in the 26th Annual General Meeting ("AGM") through VC / OAVM Facility and voting through electronic means including remote e-Voting:**

The Ministry of Corporate Affairs ("MCA") vide its General Circular No.14/2020 dated 8th April, 2020, General Circular No.17/2020 dated 13th April, 2020, General Circular No.20/2020 dated 5th May, 2020, General Circular No.22/2020 dated 15th June, 2020, General Circular No.33/2020 dated 28th September, 2020, General

Circular No.39/2020 dated 31st December, 2020, General Circular No.02/2021 dated 13th January, 2021, General Circular No. 19/2021 dated 8th December, 2021, General Circular No. 21/2021 dated 14th December, 2021 and General Circular No. 2/2022 dated 5th May, 2022 and all other relevant circulars issued from time to time, allowed companies whose AGMs are due in the year, 2022, to conduct their AGMs on or before 31.12.2022, in accordance with the requirements laid down in Para 3 and 4 of the General Circular No.20/2020 dated 5th May, 2020 (collectively "MCA Circulars"). In compliance with these Circulars, provisions of the Act, the 26th AGM of the Company is being conducted through VC/OAVM facility, which does not require physical presence of members at a common venue. The deemed venue for the 26th AGM shall be the Registered Office of the Company.

Accordingly, in compliance with the applicable provisions of the Companies Act, 2013 ("Act") read with the said Circulars, the Company has decided to convene its ensuing 26th AGM through Video Conferencing ("VC") / Other Audio Visual Means ("OAVM") (VC / OAVM) without the physical presence of Members at a common venue and the Shareholders can attend and participate in the ensuing AGM through VC / OAVM.

2. **Pursuant to the provisions of the Companies Act, 2013, a member entitled to attend and vote at the AGM is entitled to appoint a proxy to attend and vote on his / her behalf and the proxy need not be a member of the company.**

However, since this AGM is being held through VC / OAVM, whereby, physical attendance of Shareholders has been dispensed with and in line with the said Circulars. The facility to appoint a proxy to attend and cast vote for the shareholder is not made available for this 26th Annual General Meeting (AGM) and hence the Proxy Form and Attendance Slip are not annexed to this Notice.

3. Participation of Members through VC will be reckoned and counted for the purpose of quorum for the AGM as per section 103 of the Companies Act, 2013.
4. Institutional / Corporate Shareholders (i.e. other than individuals / HUF, NRI, etc.) are required to send a scanned copy (PDF / JPG Format) of its Board or governing body Resolution / Authorization etc., authorizing its representative to attend the AGM through VC / OAVM on its behalf and to vote through remote e-voting. The said Resolution / Authorization shall be sent to the Scrutinizer by email through its registered email address to jhr@jhrasso.com with a copy marked to evoting@nsdl.co.in.
5. The Register of Members and the Share Transfer Books of the Company will remain closed from Saturday, 30th July, 2022 to Wednesday to 10th August, 2022 (both days inclusive) for the purpose of holding 26th Annual General Meeting.
6. At the 22nd AGM held on 30th July 2018, the Members had approved appointment of M/s. K. S. Aiyar & Co., Chartered Accountants, Firm Registration No. 100186W as Statutory Auditors of the Company to hold office for a period of five years from the conclusion of the 22nd AGM till the conclusion of the 27th AGM, subject to ratification of their appointment by Members at every AGM, if so required under the Act. The requirement to place the matter relating to appointment of auditors for ratification by Members at every AGM has been done

away with by the Companies (Amendment) Act, 2017 with effect from May 7, 2018. Accordingly, no resolution is being proposed for ratification of appointment of Statutory Auditors at the 26th AGM.

7. Register of Directors and Key Managerial Personnel and their shareholdings maintained under Section 170 of the Act, and the Register of Contracts or Arrangements in which the Directors are interested, maintained under Section 189 of the Act, will be available electronically for inspection by Members during the AGM. All documents referred to in the Notice will also be available for electronic inspection without any fees by the Members from the date of circulation of this Notice up to the date of AGM i.e. Wednesday, 10th August, 2022. Members may write to the Company at ihpfinvest@yahoo.co.in, in this regard, by mentioning "Request for Inspection" in the subject of the email.
8. The Dividend of ₹ 120/- per Equity Share per equity share of ₹10/- each on paid up share capital of 5,69,782 Equity Shares for the financial year ended 31st March, 2022 (if declared by the shareholders at the ensuing Annual General Meeting) subject to tax deduction at a source will be paid on or after 12th August, 2022 to those Members whose names appear in the Register of Members of the Company as on the Book Closure date.

In order to avoid the risk of loss / interception of dividend warrants in postal transit and / or fraudulent encashment of dividend warrants, the shareholders are advised to avail of ECS / NECS facility, whereby the dividend amount will be directly credited to their respective Bank Accounts electronically. This will also ensure speedier credit of dividend. You may write to the Company's Registrar & Share Transfer Agent or your Depository Participants directly to avail benefit of this service / facility.

9. Members may note that the Income Tax Act, 1961, ("the IT Act") as amended by the Finance Act, 2020, mandates that dividends paid or distributed by a company on or after April 1, 2020 shall be taxable in the hands of members. The Company shall therefore be required to deduct tax at source (TDS) at the time of making the payment of dividend. In order to enable us to determine the appropriate TDS rate as applicable, members are requested to submit the following documents in accordance with the provisions of the IT Act.

For **Resident shareholders**, taxes shall be deducted at source under Section 194 of the IT Act as follows, Members having valid PAN @10% or as notified by the Government of India. Members not having valid PAN @20% or as notified by the Government of India.

For Shareholders who are identified as "**Specified Persons**" under Sec 206AB of the Act, higher tax rate as applicable would be deducted if,

- i) Shareholder has not filed the returns of income for both of the two assessment years relevant to the two previous years immediately before the previous year in which tax is required to be deducted/ collected. Two previous years for FY 2022-23 would be FY 2019-20 and FY 2020-21.
- ii) Aggregate of tax deducted at source and tax collected at source is rupees fifty thousand or more in each of these two previous years.

For the purpose of TDS, Company will verify the status (i.e., Specified Person or not) from the Government enabled online facility and deduct TDS accordingly.

However, no tax shall be deducted on the dividend payable to a resident individual if the total dividend to be received by them during Financial Year 2022-23 does not exceed ₹ 5,000 and also in cases where members provide Form 15G (applicable to an individual below the age of 60 years) / Form 15H (applicable to individuals aged 60 years or more) subject to conditions specified in the IT Act. Resident shareholders may also submit any other document/certificate as prescribed under the IT Act to claim a lower /Nil withholding tax. Registered members may also submit any other document/certificate as prescribed under the IT Act to claim a lower /Nil withholding tax. PAN is mandatory for members providing Form 15G / 15H or any other document/certificate as mentioned above.

For **Non-resident shareholders**, taxes are required to be withheld in accordance with the provisions of Section 195 and other applicable sections of the IT Act, at the rates in force. The withholding tax shall be at the rate of 20% (plus applicable surcharge and cess) or as notified by the Government of India on the amount of dividend payable. However, as per Section 90 of the IT Act, non-resident shareholders have the option to be governed by the provisions of the Double Taxation Avoidance Agreement (DTAA) between India and the country of tax residence of the member, if they are more beneficial to them. For this purpose, i.e. to avail the benefits under the DTAA, non-resident shareholders will have to provide the following :

- Copy of the PAN card allotted by the Indian Income Tax authorities duly attested by the member
- Copy of Tax Residency Certificate (TRC) for the FY 2022-23 obtained from the revenue authorities of the country of tax residence, duly attested by member
- Self-declaration in Form 10F
- Self-declaration by the shareholder of having no permanent establishment in India in accordance with the applicable tax treaty
- Self-declaration of beneficial ownership by the non-resident shareholder
- Any other documents as prescribed under the IT Act for lower withholding of taxes if applicable, duly attested by member. In case of Foreign Institutional Investors / Foreign Portfolio Investors, tax will be deducted under Section 196D of the IT Act @ 20% (plus applicable surcharge and cess). The aforementioned documents are required to be sent by email to helpdesk@mcsregistrars.com or ihpfinvest@yahoo.co.in. upto 29th July, 2022. No communication would be accepted from Members after 29th July, 2022 regarding tax withholding matter.

10. To support the "GREEN INITIATIVE" of the Government and enable the Company to send Annual Reports, Notices, documents, communications and dividend payment intimation to the Members through Email ids and to facilitate receiving of dividend to the Bank account of the Members through ECS / NECS, the members holding shares in physical form are requested to register / update their Email Ids and Bank details to Registrar & Share Transfer Agent, M/s. MCS Share Transfer Agent Limited. The Shareholders holding shares in demat mode are requested to register / update their Email Ids and Bank details with their Depository Participants.
11. Members are requested to intimate changes, if any, pertaining to their name, postal address, email address, telephone / mobile numbers,

Permanent Account Number (PAN), mandates, nominations, power of attorney, bank details such as, name of the bank and branch details, bank account number, MICR code, IFSC code, etc., to their DP's in case the shares are held by them in electronic form and

to M/s. MCS Share Transfer Agent Limited., Registrar & Share Transfer Agent of the Company in case the shares are held by them in physical form.

12. In accordance with the provisions of Section 72 of the Companies Act, 2013, members are entitled to make nominations in respect of the Equity Shares held by them in physical form. Members desirous of making nominations may obtain the prescribed form from the Company.
13. Members holding shares in physical form, in identical order of names, in more than one folio are requested to send to the Company or M/s. MCS Share Transfer Agent Limited, the details of such folios together with the share certificates for consolidating their holdings in one folio. A consolidated share certificate will be issued to such Members after making requisite changes
14. In case of joint holders attending the Meeting, the joint holder who is higher in the order of names will be entitled to vote at the Meeting, if not already voted through remote e-voting.
15. Members wishing to claim dividends, which remain unclaimed for financial year 2014-15 onwards are requested to contact M/s. MCS SHARE TRANSFER AGENT LTD, K-215, 2nd Floor, Ansa Industrial Estate, Saki Vihar Road, Saki Naka, Andheri (E) Mumbai - 400 072. Ph.: - 022 - 28476021 / 022 - 28476022 Email : helpdesk@mcsregistrars.com. Members are requested to note that dividends not claimed for seven years from the date of declaration, will be transferred to the Investor Education and Protection Fund (IEPF).

The unpaid / unclaimed dividend for the following financial years is due for transfer to IEPF on the following respective due dates:

| Financial Years | Date of declaration of Dividend | Date of Payment of Dividend | Due Date of transfer To IEPF |
|-----------------|---------------------------------|-----------------------------|------------------------------|
| 2014-15 | 06.08.2015 | 08.08.2015 | 11.09.2022 |
| 2015-16 | 25.03.2016 | 29.03.2016 | 30.03.2023 |
| 2016-17 | 14.07.2017 | 16.07.2017 | 21.08.2024 |
| 2017-18 | 30.07.2018 | 01.08.2018 | 04.08.2025 |
| 2018-19 | 09-08-2019 | 13-08-2019 | 13.09.2026 |
| 2019-20 | 08-09-2020 | 10-09-2020 | 13.10.2027 |
| 2020-21 | 30.08.2021 | 01.09.2021 | 04.09.2028 |

As per Section 124(6) of the Act read with the IEPF Rules as amended, all the underlying shares in respect of which dividend has remained unpaid / unclaimed for seven consecutive years or more are required to be transferred to the Demat Account of the IEPF Authority.

Accordingly, the Company had transferred 780 Equity shares to the demat account of IEPF during the Financial year 2021-22. The members are requested to claim their shares and unclaimed dividend from IEPF authority as per procedure set out under the IEPF Rules.

The Shareholders who have not claimed their dividend for seven consecutive years from Financial Year 2014-15 onwards are requested to claim the dividend on or before 1st September, 2022. In case the dividends are not claimed by the said date, necessary steps will be initiated by the Company to transfer these shares held by the members to IEPF Authority without further notice. Please note that no claim shall lie against the Company in respect of the shares so transferred to IEPF.

16. In view of the outbreak of the COVID-19 pandemic, resultant difficulties involved in dispatching of physical copies of the Annual Report and in line with the said Circulars issued by the MCA, the Annual Report including Notice of the AGM of the Company inter alia indicating the process and manner of e-voting is being sent only by Email, to all the Shareholders whose Email IDs are registered with the Company / Depository Participant(s) for communication purposes to the Shareholders and to all other persons so entitled.

Notice and Annual Report 2021-22 is available on the website of NSDL <https://www.evoting.nsdl.com>.

17. In terms of section 101 and 136 of the Companies Act, 2013 read with the rule thereunder, the copy of Annual Report for 2021-22 including Audited Financial Statements, Board's report etc. and this Notice of 26th Annual General Meeting of the Company inter alia indicating the process and manner of remote e-voting is being sent by email to all those members whose email ids are registered with their respective depository participants / with the Company in respect of shares held in physical form.
18. Re-appointment of Director: As per provisions of Section 152 of the Companies Act, 2013, Mr. Rameswar D. Sarda and Mr. P. R. Bhat Directors of the Company retires by rotation at the ensuing Annual General Meeting and being eligible, offers themselves for re-appointment.
19. Non-Resident Indian Members are requested to write to M/s MCS SHARE TRANSFER AGENT LTD, immediately for change in their residential status on return to India for permanent settlement.
20. Since the AGM will be held through VC / OAVM, the Route Map, proxy form and attendance slip are not annexed to the Notice.
21. **INSTRUCTIONS FOR MEMBERS FOR ATTENDING THE AGM THROUGH VC / OAVM ARE AS UNDER:**
 - i. The Company has engaged the services of NSDL as the authorised agency for conducting the 26th AGM through VC / OAVM and providing e-voting facility.
 - ii. Member will be provided with a facility to attend the AGM through VC / OAVM through the NSDL e-Voting system. Members may access by following the steps mentioned below for Access to NSDL e-Voting system. After successful login, you can see link of "VC / OAVM link" placed under "Join General meeting" menu against company name. You are requested to click on VC / OAVM link placed under Join General Meeting menu.

- iii. The link for VC / OAVM will be available in Shareholder / Member login where the EVEN of Company will be displayed. Please note that the members who do not have the User ID and Password for e-Voting or have forgotten the User ID and Password may retrieve the same by following the remote e-Voting instructions mentioned in the notice to avoid last minute rush.
 - iv. The facility for joining the 26th AGM through VC / OAVM shall open 15 minutes before the time scheduled to start the 26th AGM and will be available to the Members on first come first served basis and will remain open up to 15 minutes after the schedule time of the meeting. The Members are required to follow procedure mentioned in the Notice of 26th AGM.
 - v. Members who need assistance before or during the AGM, can contact NSDL on evoting@nsdl.co.in / or call on toll free No. 1800-1020-990 / 1800-224-430 or contact Mr. Amit Vishal, Asst. Vice President - NSDL or Ms. Soni Singh, Assistant Manager - NSDL at evoting@nsdl.co.in.
 - vi. Members who would like to express their views / ask questions as a speaker at the 26th AGM may pre-register themselves by sending a request from their registered e-mail address mentioning their names, DP ID and Client ID / folio number, PAN and mobile number at ihpfinvest@yahoo.co.in between Thursday, 4th August, 2022 (9.00 a.m. IST) to Monday, 8th August, 2022, (5.00 p.m. IST). Only those Members who have pre-registered themselves as a speaker will be allowed to express their views / ask questions during the AGM. The Company reserves its right to restrict the number of speakers depending on the availability of time for the AGM.
 - vii. Members who wish to seek information on accounts and Annual Report 2021-22 may send their questions / queries in advance to the Company mentioning their name, DP-ID and Client-ID / Folio-No, PAN, Mobile Number at ihpfinvest@yahoo.co.in up to Saturday, 6th August, 2022 (5.00 p.m. IST). The questions / queries will be suitably replied by the Company.
 - viii. The facility for voting during the AGM will also be made available. Members present in the AGM through VC and who have not cast their vote on the resolutions through remote e-voting and are otherwise not barred from doing so, shall be eligible to vote through the e-voting system during the AGM.
22. Instructions for e-voting and joining the AGM are as follows:
- VOTING THROUGH ELECTRONIC MEANS**
- i. In compliance with the provisions of Section 108 of the Act, read with Rule 20 of the Companies (Management and Administration) Rules, 2014, as amended from time to time, the Members are provided with the facility to cast their vote electronically, through the e-voting services provided by NSDL, on all the resolutions set forth in this Notice. The instructions for e-voting are given herein below.
 - ii. The remote e-voting period commences on Saturday, 6th August, 2022 (9.00 a.m. IST) and ends on Tuesday, 9th August, 2022 (5.00 p.m. IST).


During this period, Members holding shares either in physical form or in dematerialized form, as on Wednesday, 3rd August, 2022, i.e. cut-off date, may cast their vote electronically. The e-voting module shall be disabled by NSDL for voting thereafter. Those Members, who will be present in the AGM through VC / OAVM facility and have not cast their vote on the Resolutions through remote e-voting and are otherwise not barred from doing so, shall be eligible to vote through e-voting system during the AGM.
 - iii. Mr. J. H. Ranade Membership No. F 4317 & Certificate of Practice No.2520 or failing him Mr. Sohan J. Ranade Membership No. A 33416 & Certificate of Practice No.12520 or failing him Ms. Tejaswi A. Zope Membership No. A 29608 & Certificate of Practice No.14839 (any one of them), Partners of JHR & Associates, Company Secretaries in practice has been appointed as the Scrutinizer to scrutinize the remote e-voting process and voting at AGM, in a fair and transparent manner and they have communicated his willingness to be appointed and will be available for the same purpose.
 - iv. The Members who have cast their vote by remote e-voting prior to the AGM may also attend / participate in the AGM through VC / OAVM but shall not be entitled to cast their vote again.
 - v. The voting rights of Members shall be in proportion to their shares in the paid-up equity share capital of the Company as on Wednesday, 3rd August, 2022, the cut-off date.
 - vi. Any person holding shares in physical form and non-individual shareholders, who acquires shares of the Company and becomes member of the Company after the notice is send through e-mail and holding shares as of the cut-off date i.e. Wednesday, 3rd August, 2022, may obtain the login ID and password by sending a request at evoting@nsdl.co.in or Issuer / RTA. However, if you are already registered with NSDL for remote e-voting, then you can use your existing user ID and password for casting your vote. If you forgot your password, you can reset your password by using "Forgot User Details / Password" or "Physical User Reset Password" option available on www.evoting.nsdl.com or call on toll free No. 1800-1020-990 and 1800-224-430. In case of Individual Shareholders holding securities in demat mode who acquires shares of the Company and becomes a Member of the Company after sending of the Notice and holding shares as of the cut-off date i.e. Wednesday, 3rd August, 2022 may follow steps mentioned in the Notice of the AGM under "Access to NSDL e-Voting system".
 - vii. The details of the process and manner for remote e-voting are explained herein below:

Step 1: Access to NSDL e-Voting system

A) Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode

Login method for Individual shareholders holding securities in demat mode is given below:

| Type of shareholders | Login Method |
|---|--|
| Individual Shareholders holding securities in demat mode with NSDL. | 1. Existing IDeAS user can visit the e-Services website of NSDL Viz. https://eservices.nsd.com either on a Personal Computer or on a mobile. On the e-Services home page click on the “Beneficial Owner” |
| Individual Shareholders holding securities in demat mode with NSDL. | icon under “Login” which is available under ‘IDeAS’ section, this will prompt you to enter your existing User ID and Password. After successful authentication, you will be able to see e-Voting services under Value added services. Click on “Access to e-Voting” under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider i.e. NSDL and you will be re-directed to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. |
| | 2. If you are not registered for IDeAS e-Services, option to register is available at https://eservices.nsd.com . Select “Register Online for IDeAS Portal” or click at https://eservices.nsd.com/SecureWeb/IdeasDirectReg.jsp |
| Individual Shareholders holding securities in demat mode with CDSL | 3. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsd.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder / Member’ section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password /OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. |

| Type of shareholders | Login Method |
|--|---|
| | 4. Shareholders / Members can also download NSDL Mobile App “NSDL Speede” facility by scanning the QR code mentioned below for seamless voting experience. NSDL Mobile App is available on |
| Individual Shareholders holding securities in demat mode with CDSL | <p>1. Existing users who have opted for Easi / Easiest, they can login through their user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are https://web.cdslindia.com/myeasi/ home/login or www.cdslindia.com and click on New System Myeasi.</p> <p>2. After successful login of Easi / Easiest the user will be also able to see the E Voting Menu. The Menu will have links of e-Voting service provider i.e. NSDL. Click on NSDL to cast your vote.</p> <p>3. If the user is not registered for Easi / Easiest, option to register is available at https://web.cdslindia.com/myeasi/Registration/EasiRegistration</p> <p>4. Alternatively, the user can directly access e-Voting page by providing demat Account Number and PAN No. from a link in www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the demat Account. After successful authentication, user will be provided links for the respective ESP i.e. NSDL where the e-Voting is in progress.</p> <div style="text-align: center;">  </div> |

| Type of shareholders | Login Method |
|--|--|
| Individual Shareholders (holding securities in demat mode) login through their depository participants | You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL / CDSL for e-Voting facility. Upon logging in, you will be able to see e-Voting option. Click on e-Voting option, you will be redirected to NSDL / CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. |

Important note: Members who are unable to retrieve User ID / Password are advised to use Forget User ID and Forget Password option available at abovementioned website.

Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. NSDL and CDSL.

| Login type | Helpdesk details |
|--|---|
| Individual Shareholders holding securities in demat mode with NSDL | Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at toll free No.: 1800-1020-990 and 1800-224-430 |
| Individual Shareholders holding securities in demat mode with CDSL | Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at 022- 23058738 or 022-23058542-43 |

B) Login Method for e-Voting and joining virtual meeting for shareholders other than Individual shareholders holding securities in demat mode and shareholders holding securities in physical mode.

How to Log-in to NSDL e-Voting website?

1. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <https://www.evoting.nsdl.com/> either on a Personal Computer or on a mobile
2. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder / Member' section.
3. A new screen will open. You will have to enter your User ID, your Password / OTP and a Verification Code as shown on the screen.

Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at <https://eservices.nsdl.com/> with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.

4. Your User ID details are given below :

| Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical | Your User ID is: |
|--|---|
| a) For Members who hold shares in demat account with NSDL. | 8 Character DP ID followed by 8 Digit Client ID For example if your DP ID is IN300*** and Client ID is 12***** then your user ID is IN300***12*****. |
| b) For Members who hold shares in demat account with CDSL. | 16 Digit Beneficiary ID For example if your Beneficiary ID is 12***** then your user ID is 12*****. |
| c) For Members holding shares in Physical Form. | EVEN Number followed by Folio Number registered with the company. For example if folio number is 001*** and EVEN is 101456 then user ID is 101456001*** |

5. Password details for shareholders other than Individual shareholders are given below:

- a) If you are already registered for e-Voting, then you can use your existing password to login and cast your vote.
 - b) If you are using NSDL e-Voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need to enter the 'initial password' and the system will force you to change your password.
 - c) How to retrieve your 'initial password'?
 - i. If your email ID is registered in your demat account or with the company, your 'initial password' is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'.
 - ii. If your email ID is not registered, please follow steps mentioned below in process for those shareholders whose email ids are not registered.
6. If you are unable to retrieve or have not received the "Initial password" or have forgotten your password:
- a) Click on "**Forgot User Details / Password?**" (If you are holding shares in your demat account with NSDL or CDSL) option available on www.evoting.nsdl.com.

- b) **Physical User Reset Password?** (If you are holding shares in physical mode) option available on www.evoting.nsdl.com.
 - c) If you are still unable to get the password by aforesaid two options, you can send a request at evoting@nsdl.co.in mentioning your demat account number / folio number, your PAN, your name and your registered address etc.
 - d) Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.
7. After entering your password, tick on Agree to “Terms and Conditions” by selecting on the check box.
 8. Now, you will have to click on “Login” button.
 9. After you click on the “Login” button, Home page of e-Voting will open.

Step 2: Cast your vote electronically and join General Meeting on NSDL e-Voting system.

How to cast your vote electronically and join General Meeting on NSDL e-Voting system?

1. After successful login at Step 1, you will be able to see all the companies “EVEN” in which you are holding shares and whose voting cycle and General Meeting is in active status.
2. Select “EVEN” of company for which you wish to cast your vote during the remote e-Voting period and casting your vote during the General Meeting. For joining virtual meeting, you need to click on “VC / OAVM” link placed under “Join General Meeting”.
3. Now you are ready for e-Voting as the Voting page opens.
4. Cast your vote by selecting appropriate options i.e. assent or dissent, verify / modify the number of shares for which you wish to cast your vote and click on “Submit” and also “Confirm” when prompted.
5. Upon confirmation, the message “Vote cast successfully” will be displayed.
6. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
7. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

General Guidelines for shareholders

1. Institutional / Corporate shareholders (i.e. other than individuals, HUF, NRI, etc.) are required to send a scanned copy (PDF / JPG Format) of the relevant Board Resolution / Authority letter etc., with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by email to jhr@jhrasso.com in with a copy marked to evoting@nsdl.co.in
2. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In

such an event, you will need to go through the “Forgot User Details / Password?” or “Physical User Reset Password?” option available on <https://www.evoting.nsdl.com> to reset the password.

3. In case of any queries relating to e-voting you may refer to the FAQs for Shareholders and e-voting user manual for Shareholders available at the download section of <https://www.evoting.nsdl.com> or call on toll free No.: 1800-1020-990 and 1800-224-430 or send a request at evoting@nsdl.co.in.

In case of any grievances connected with facility for e-voting, please contact Ms. Pallavi Mhatre, Manager, NSDL, 4th Floor, ‘A’ Wing, Trade World, Kamala Mills Compound, Senapati Bapat Marg, Lower Parel, Mumbai - 400 013. Email: evoting@nsdl.co.in / pallavid@nsdl.co.in, Tel: 91 22 2499 4545 / 1800-222-990

Process for registration of email id for obtaining Annual Report and user id / password for e-voting and updation of bank account mandate for receipt of dividend:

| | |
|------------------|--|
| Physical Holding | Send a request to the Registrar and Transfer Agents of the Company, M/s. MCS SHARE TRANSFER AGENT LIMITED at helpdesknum@mcsregistrars.com providing Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) for registering email address. Following additional details need to be provided in case of updating Bank Account Details: a) Name and Branch of the Bank in which you wish to receive the dividend, b) the Bank Account type, c) Bank Account Number allotted by their banks after implementation of Core Banking Solutions d) 9 digit MICR Code Number, and e) 11 digit IFSC Code f) a scanned copy of the cancelled cheque bearing the name of the first shareholder. |
| Demat Holding | Please contact your Depository Participant (DP) and register your email address and bank account details in your demat account, as per the process advised by your DP. |

4. The Scrutinizer shall, immediately after the conclusion of voting at the AGM, first count the votes cast during the AGM, thereafter unblock the votes cast through remote e-voting and make, not later than 48 hours of conclusion of the AGM, a consolidated Scrutinizer’s Report of the total votes cast in favour or against, if any, to the Chairman or a person authorised by him in writing, who shall countersign the same.
5. The result declared along with the Scrutinizer’s Report shall be placed on the website of NSDL <https://www.evoting.nsdl.com> immediately.

THE INSTRUCTIONS FOR MEMBERS FOR e-VOTING ON THE DAY OF THE AGM ARE AS UNDER:

1. The procedure for e-Voting on the day of the AGM is same as the instructions mentioned above for remote e-voting.
2. Only those Members / shareholders, who will be present in the AGM through VC / OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system in the AGM.
3. Members who have voted through Remote e-Voting will be eligible to attend the AGM. However, they will not be eligible to vote at the AGM.
4. The details of the person who may be contacted for any grievances connected with the facility for e-Voting on the day of the AGM shall be the same person mentioned for Remote e-voting.

INSTRUCTIONS FOR MEMBERS FOR ATTENDING THE AGM THROUGH VC/OAVM ARE AS UNDER:

1. Member will be provided with a facility to attend the AGM through VC / OAVM through the NSDL e-Voting system. Members may access by following the steps mentioned above for **Access to NSDL e-Voting system**. After successful login, you can see link of "VC / OAVM link" placed under "**Join General meeting**" menu against company name. You are requested to click on VC / OAVM link placed under Join General Meeting menu. The link for VC/OAVM will be available in Shareholder / Member login where the EVEN of Company will be displayed. Please note that the members who do not have the User ID and Password for e-Voting or have forgotten the User ID and Password may retrieve the same by following the remote e-Voting instructions mentioned in the notice to avoid last minute rush.

2. Members are encouraged to join the Meeting through Laptops for better experience.
3. Further Members will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
4. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio / Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.

For and on behalf of the Board of Directors

Rajas R. Doshi

Chairman

Registered Office:

Construction House, 2nd Floor,
5, Walchand Hirachand Road,
Ballard Estate, Mumbai - 400 001.
CIN: U65920MH1996PLC103184

Date: 30th June, 2022

Details of the Directors seeking re-appointment at the 26th Annual General Meeting, as set out at Item No. 3 and 4 of this Notice, in terms of Secretarial Standard-2 on General Meetings are given below:

| Name of the Director | Mr. Rameshwar D. Sarda | Mr. P. R. Bhat |
|---|---|--|
| DIN | 00095766 | 03534929 |
| Date of Birth | September 30, 1953 | February 2, 1946 |
| Age | 68 years | 76 years |
| Date of first appointment | March 26, 2008 | May 24, 2011 |
| Qualifications | B.A. | Diploma in Civil Engineering |
| Expertise in specific functional areas | Mr. Sarda is having wide and rich experience in Real Estate, Hospitality, Travel & Publication of News Papers business etc. He is associated with the Company since 2008. | Mr. Bhat is having vast experience of about 35 years in pipe manufacturing and undertaking execution of civil work on turnkey basis related to water supply and irrigation projects. |
| Terms and conditions of appointment or re- appointment | As per Item 3 of the Notice, the approval of the Members is sought for his re-appointment as Director of the Company, liable to retire by rotation. | As per Item 4 of the Notice, the approval of the Members is sought for his re-appointment as Director of the Company, liable to retire by rotation. |
| Details of remuneration last drawn (FY 2021-22) | Sitting Fees: ₹ 75,000/- | Sitting Fees: ₹ 1,00,000/- |
| Directorship held in the Companies (including foreign companies, private Companies) | The Indian Hume Pipe Company Limited IHP Finvest Ltd. Bastiram Narayandas Sarda Pvt. Ltd. | Nil |
| Membership / Chairmanship of Committees | The Indian Hume Pipe Co. Ltd. - Audit Committee - CSR Committee | IHP Finvest Ltd. - Stakeholder Relationship Committee |
| No. of Board meetings attended during the year | 3 | 3 |
| No. of shares held | Nil | 4 |

BOARD'S REPORT

To,
The Members,
Your Directors are pleased to present to you the Twenty-Sixth Annual Report on the operations of the Company, together with the Audited Financial Statements of Accounts, for the financial year ended 31st March, 2022.

FINANCIAL RESULTS

| | (₹ in Lakhs) | |
|---|--------------------------|--------------------------|
| | Standalone | |
| | Year ended 31.03.2022 | Year ended 31.03.2021 |
| Total Revenue | 5,347.80 | 881.72 |
| Profit Before Depreciation & Tax | 910.95 | 799.43 |
| Less: | | |
| a) Depreciation | 6.41 | 8.74 |
| b) Provision for Tax for the year | 33.00 | 27.50 |
| c) Adjustment for Deferred Tax | (0.48) | (0.49) |
| Net Profit After Tax | 872.02 | 763.67 |
| Amount transferred to Special Reserve u/s 45-IC of RBI Act, 1934 | 175.00 | 153.00 |

OPERATIONS

During the financial year 2021-22, the gross income of the Company was ₹ 5,347.80 Lakhs as compared to ₹ 881.72 Lakhs for the financial year 2020-21. The profit after tax for the financial year 2021-22 was ₹ 872.02 Lakhs compared to ₹ 763.67 Lakhs for the financial year 2020-21.

The income of the Company during the year ended 31st March, 2022 comprised of dividend received from subsidiary Company as well as others and interest on investments in securities and rent received on letting out of the office premises.

During the year the Company has received same dividend from the subsidiary company whose operations and cash flow were severally affected due to COVID - 19 pandemic.

The Company also holds long-term investments.

DIVIDEND:

Your Directors are pleased to recommend a Dividend of ₹ 120/- per equity share on face value of ₹ 10/- each for the financial year ended 31st March, 2022 on paid-up share capital of the Company as against ₹ 119/- per equity share of face value of ₹ 10/- each for the previous financial year ended 31st March, 2021. The Dividend, subject to the approval of the Members at the 26th Annual General Meeting convened on 10th August, 2022 will be paid on or after 12th August, 2022 to those Members whose names appear in the Registered of Members as on the date of Book Closure i.e. Saturday, 30th July, 2022. The dividend of ₹ 120/- per share will amount to ₹ 683.74 lakhs.

TRANSFER TO RESERVES

Your Company proposes to transfer ₹ 175/- Lakhs to Special Reserve under Section 45-IC of the RBI Act, 1934.

The Company do not propose to transfer any amount to General Reserve.

COVID-19 SITUATION & UPDATES

Due to COVID-19 pandemic, there are challenges & concern. Due to the lock down the Company has adopted work from home Policy for employees for their safety.

The future impact on the business of the Company is difficult to assess at this point, as the situation is unravelling at a fast pace.

SUBSIDIARY COMPANY

The Company holds 3,19,34,160 equity shares of ₹ 2/- each in its subsidiary Company, i.e. The Indian Hume Pipe Company Limited for financial year 2021-22. This represents the holding of 65.92% of the paid-up share capital of that Company.

During the year under review the Company has created pledge on 90,86,504 equity shares of the value of Rs.187.50 crores held by the Company representing 18.76% of the paid up equity share capital of the Subsidiary Company in the name of M/s. SBICAP Trustee Company Limited, Security Trustee acting on behalf of consortium of Banks led by SBI as collateral security for substitution and release of 2nd charge of equitable mortgage on the Subsidiary Company's land at Vadgaon, Pune for securing working capital loans availed by the subsidiary Company. The Company is required to top-up the pledge of additional equity shares on quarterly basis, if the value of pledged shares falls below the value of Rs. 187.50 crores as per the methodology stipulated by the Security Trustee. The Subsidiary Company wishes to monetise by developing its land at Vadgaon Pune through a reputed Developer thereby it will benefit the Subsidiary Company as well as your Company in the form of higher dividend and higher valuation.

Ratanchand Investment Private Limited holds more than half of the nominal value of the paid-up equity share capital of your Company. Accordingly, your Company is a subsidiary Company of Ratanchand Investment Private Limited.

CONSOLIDATION OF FINANCIAL STATEMENTS OF THE COMPANY WITH THE FINANCIAL STATEMENTS OF ITS SUBSIDIARY, THE INDIAN HUME PIPE COMPANY LIMITED

As per the provisions of Section 129(3) of Companies Act, 2013, where a Company has one or more subsidiaries, it will, in addition to Standalone Financial Statements, have to also prepare a Consolidated Financial Statement of the Company and all its subsidiaries.

Since, The Indian Hume Pipe Company Limited is a subsidiary of the Company, the Consolidated Audited Financial Statements of both the companies, have been given in the said report, along with the Standalone Audited Financial Statements of your Company.

A separate statement containing the salient features of the Financial Statement of The Indian Hume Pipe Company Limited in Form AOC-1 is annexed herewith as Annexure - 'A'.

DEPOSITS FROM PUBLIC

The Company has not invited and hence does not hold any deposits from the public at any time during the year or as at the end of the financial year.

DIRECTORS

In accordance with the provisions of Section 152 of Companies Act, 2013 and the Articles of Association of the Company, Director of the Company, (i) Mr. Rameshwar D. Sarda (DIN: 00095766), who retires by rotation and being eligible, offers himself for re-appointment and (ii) Mr. P. R. Bhat (DIN: 03534929), who retires by rotation and being eligible, offers himself for re-appointment.

NUMBER OF MEETINGS OF BOARD AND COMMITTEE

During the financial year 2021-22, the Board of Directors met four times and the dates of the Board meetings were as under: -

(i) 29th April, 2021; (ii) 19th July, 2021; (iii) 30th September, 2021 (iv) 25th January, 2022.

The maximum time gap between any two consecutive meetings did not exceed one hundred and twenty days.

Names of Directors and their attendance at the Board meetings held during the year are as follows:

| Name of the Director | Number of Boards meetings attended |
|------------------------|------------------------------------|
| Mr. Rajas R. Doshi | 4 |
| Ms. Jyoti R. Doshi | 4 |
| Mr. Mayur R. Doshi | 4 |
| Mr. Rameshwar D. Sarda | 3 |
| Mr. P. R. Bhat | 3 |

Similarly, during the financial year 2021-22, the Stakeholders' Relationship Committee met on 25th January 2022. It was attended by all the members of the Committee i.e. Mr. Rajas R. Doshi, Mr. Mayur R. Doshi and Mr. P. R. Bhat.

PARTICULARS OF LOANS, GUARANTEES AND INVESTMENTS

During the financial year 2021-22, the Company has neither extended any loans nor given any guarantees for any loans.

Details of Investments under the provisions of Section 186 of the Companies Act, 2013 are given in the Financial Statements.

RELATED PARTY TRANSACTIONS

During the financial year 2021-22, the transactions with related parties were in the ordinary course of business and on an arms' length basis and in accordance with the provisions of the Companies Act, 2013. During the financial year 2021-22, there were no transactions with related parties which were material transactions. Accordingly disclosure of particulars of contracts/arrangements in Form AOC-2 pursuant to Section 134(3) (h) of the Companies Act, 2013 read with Rule 8(2) of the Companies (Accounts) Rules, 2014 is not applicable.

During the year 90,86,504 Equity Shares of ₹ 10/- each, representing 18.76% of the paid-up capital of the subsidiary, The Indian Hume Pipe Company Ltd., were pledged with SBICAP Trustee Company Ltd., Security Trustee acting on behalf of Consortium of Banks led by SBI as collaterals for working capital loans availed by subsidiary company in substitution and release of 2nd charge on the subsidiary's land at Vadgaon, Pune for the development of Vadgaon land of the subsidiary.

The details of the related party transactions are set out in Note No. 30 to the Standalone Audited Financial Statements forming part of this Annual Report.

MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY

There are no material changes and commitments occurred between the end of the financial year of the Company to which the financial statements relate and the date of this report, which may affect the financial position of the Company.

CHANGE IN THE NATURE OF BUSINESS, IF ANY

There is no change in the nature of business during the year under review.

SIGNIFICANT MATERIAL ORDERS PASSED BY THE REGULATORS / COURTS / TRIBUNALS, IF ANY

There are no significant material orders passed by the Regulators/Courts/Tribunals which would impact the going concern status of your Company and its future operations.

INTERNAL FINANCIAL CONTROLS

The Company has in place adequate internal financial controls with reference to financial statements.

PARTICULARS REGARDING CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNING AND OUTGO

Additional information on conservation of energy and technology absorption as required to be disclosed in terms of Section 134(3)(m) of the Companies Act, 2013, read with the Rule 8(3) of Companies (Accounts) Rules, 2014 is not applicable to the Company as it is a non - manufacturing Company.

During the year under review, your Company has neither earned nor spent any amounts in foreign currency.

RISK MANAGEMENT SYSTEM

The Company has a system of identifying, monitoring and mitigation of risks.

PARTICULARS OF EMPLOYEES

The Company has no employee requiring disclosure under Rule 5(2) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

STATUTORY AUDITORS

At the 22nd AGM held on 30th July, 2018 the Members had approved appointment M/s. K. S. Aiyar & Co., Chartered Accountants, Firm Registration No. 100186W as Statutory Auditors of the Company to hold office for a period of five years from the conclusion of that 22nd AGM till the conclusion of the 27th AGM. The Auditor's Report on the financial statements (Standalone and Consolidated) of the Company for the year under review is clean and there are no qualifications in their report.

DIRECTORS' RESPONSIBILITY STATEMENT

As required under Section 134 of the Companies Act, 2013, the Board of Directors hereby state that:-

- a) In the preparation of the Annual Accounts for the financial year ended 31st March, 2022, the applicable Accounting Standards and Schedule III of the Companies Act, 2013 have been followed along with proper explanations relating to material departures, if any;
- b) appropriate accounting policies have been selected and applied them consistently and made judgments and estimates that are reasonable and prudent, so as to give a true and fair view of the state of affairs of the Company as at 31st March, 2022 and of the profit of the Company for the year ended on that date;
- c) proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d) The Annual Accounts for the financial year ended 31st March, 2022 have been prepared on a going concern basis; and
- e) proper systems have been devised to ensure compliance with the provisions of all the applicable laws and that such systems were adequate and operating effectively.

REPORT ON THE PERFORMANCE AND FINANCIAL POSITION OF THE SUBSIDIARY COMPANY

The Indian Hume Pipe Company Limited is a subsidiary company, which is in the business of manufacturing, laying and jointing of pipelines of various pipe materials such as RCC pipes, Steel pipes, Prestressed Concrete pipes, Penstock pipes, Bar Wrapped Steel Cylinder pipes (BWSC), Prestressed Concrete Cylinder pipes (PCCP) etc., providing infrastructure facility and development for drinking water supply projects, irrigation projects, Hydro Electric Projects, Sanitation and Sewerage Systems. For over three decades as a part of nation building, The Indian Hume Pipe Company Limited has also been undertaking infrastructure development programmes by way of executing on turnkey basis the combined water supply projects i.e. undertaking the complete job of water supply from source to distribution centres which apart from manufacturing, laying and jointing of pipelines includes construction of intake wells, water sumps, water treatment plants, water pumping stations, installation of pumping machineries, electro-mechanical works, branch mains, ground level reservoirs, elevated reservoirs, leading to executions of complete systems for water supply to various towns and villages of India.

The report on performance and financial position of the subsidiary company i.e. The Indian Hume Pipe Company Limited for financial year ended 31st March, 2022 has been given in Form AOC-1 as Annexure - 'A'.

EXTRACT OF ANNUAL RETURN

The details forming part of the extract of the Annual Return in Form No. MGT-9 is annexed herewith as Annexure - 'B'. The Company does not have any website, requirement of placing annual return on website is not applicable.

PREVENTION OF SEXUAL HARASSMENT AT WORK PLACE

There are no women employees during the year under review. Therefore, constitution of Internal Complaints Committee under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 is not applicable.

TRANSFER TO INVESTOR EDUCATION AND PROTECTION FUND (IEPF)

During the year under review, the Company has transferred a sum of ₹ 9,83,040/- along with 780 Equity shares of ₹ 10/- each to Investor Education and Protection Fund, in compliance with the provisions of Section 125 and 124 of the Companies Act, 2013 and the Rules thereunder. The said amount represents unclaimed dividend for the financial year 2013-14 and Shares for the financial year 2013-14 in respect of which dividend has not been claimed for seven consecutive years from the date they became due for payment.

NODAL OFFICER

The Company has appointed Mr. Rajas R. Doshi (Director) as the Nodal Officer for the purpose of verification of claims filed with the Company in terms of IEPF Rules and for co-ordination with the IEPF Authority.

SHARE CAPITAL

The paid up Equity Share Capital as at 31st March, 2022 stood at 56,97,820/- During the year under review, the Company did not issue any Equity Shares and there has been no change in the capital structure of the Company.

GENERAL

Your Directors state that no disclosure or reporting is required in respect of the following items as there were no transactions on these items during the year under review:

1. Issue of equity shares with differential rights as to dividend, voting or otherwise.
2. Issue of shares (including sweat equity shares) to employees of the Company. The Company does not have ESOS / ESOP Scheme for its employees/Directors.
3. No fraud has been reported by the auditors to the Board.
4. The Company does not have any scheme or provision of money for the purchase of its own shares by employees / Directors or by trustees for the benefit of the employees or Directors.

SECRETARIAL STANDARDS

Applicable Secretarial Standards have been followed by the Company.

ACKNOWLEDGEMENTS

Your Directors record their gratitude to the Shareholders, Bankers, Government Departments and all other Stakeholders for their continued support and co-operation during the year.

Your Directors also wish to place on record their appreciation of the services rendered by the employees of the Company.

Wishing you all good health, wealth and prosperity.

For and on behalf of the Board of Directors

Rajas R. Doshi
Chairman

Registered Office:

Construction House, 2nd Floor,
5, Walchand Hirachand Road,
Ballard Estate, Mumbai - 400 001.

Date: 30th June, 2022

ANNEXURE – ‘A’ TO THE BOARD’S REPORT

FORM AOC-1

Statement containing salient features of the financial statement of subsidiaries/associate companies/joint ventures
[Pursuant to first proviso to sub-section (3) of Section 129 read with Rule 5 of Companies (Accounts) Rules, 2014]

Part “A”: Subsidiaries

(Information in respect of each subsidiary to be presented with amounts in ₹ Lakhs)

| | | | |
|---------------|---|---|--------------------------------------|
| 1. | Sr. No. | : | 01 |
| 2. | Name of the subsidiary | : | The Indian Hume Pipe Company Limited |
| 3. | Reporting period for the subsidiary concerned, if different from the holding company’s reporting period | : | 01-04-2021 to 31-03-2022 |
| 4. | Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries | : | N.A. |
| 5. | Share Capital | : | ₹ 968.94 Lakhs |
| 6. | Reserves and surplus | : | ₹ 64,052.75 Lakhs |
| 7. | Total assets | : | ₹ 1,97,333.34 Lakhs |
| 8. | Total liabilities | : | ₹ 1,32,311.65 Lakhs |
| 9. | Investments | : | ₹ 401.21 Lakhs |
| 10. | Turnover | : | ₹ 1,52,039.09 Lakhs |
| 11. | Profit before taxation | : | ₹ 7,798.19 Lakhs |
| 12. | Provision for taxation | : | ₹ 2,019.18 Lakhs |
| 13. | Profit after taxation | : | ₹ 5,779.01 Lakhs |
| 14. | Proposed dividend | : | ₹ 968.94 Lakhs |
| 15. | % of shareholding | : | 65.92% |
| Notes: | i. Names of subsidiaries which are yet to commence operations | : | NONE |
| | ii. Names of subsidiaries which have been liquidated or sold during the year | : | NONE |

PART “B”: ASSOCIATES AND JOINT VENTURES

Statement pursuant to Section 129(3) of the Companies Act, 2013 related to Associate Companies and Joint Ventures:

| Name of Associates/Joint Ventures | | Name |
|-----------------------------------|--|------|
| 1. | Latest audited Balance Sheet Date | NONE |
| 2. | Shares of Associate/Joint Ventures held by the company on the year end No. | |
| | Amount of Investment in Associates/Joint Venture | |
| | Extend of Holding % | |
| 3. | Description of how there is significant influence. | |
| 4. | Reason why the associate/joint venture is not consolidated | |
| 5. | Net worth attributable to Shareholding as per latest audited Balance Sheet | |
| 6. | Profit/Loss for the year | |
| | (i) Considered in Consolidation | |
| | (ii) Not considered in consolidation | |
| Notes: | i. Names of associates or joint ventures which are yet to commence operations | NONE |
| | ii. Names of associates or joint ventures which have been liquidated or sold during the year | NONE |

For and on behalf of the Board of Directors of IHP Finvest Limited

| | | |
|-----------------------|---------------|--------------------|
| RAJAS R. DOSHI | DIN: 00050594 | Chairman |
| JYOTI R. DOSHI | DIN: 00095732 | } Directors |
| MAYUR R. DOSHI | DIN: 00250358 | |

Place : Mumbai

Date : 30-06-2022

**ANNEXURE –‘B’ TO THE BOARD’S REPORT
FORM NO. MGT-9**

EXTRACT OF ANNUAL RETURN

As on the financial year ended on 31-03-2022

[Pursuant to Section 92(3) of the Companies Act, 2013 and read with Rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

| | |
|---|---|
| CIN | U65920MH1996PLC103184 |
| Registration Date | 9 th October, 1996 |
| Name of the company | IHP Finvest Limited |
| Category / Sub-Category of the Company | Company having Share Capital |
| Address of the Registered office and contact details | Construction House, 2 nd Floor, 5, Walchand Hirachand Road, Ballard Estate, Mumbai – 400001. Tel No. 022-22618091/22705150 Email ID: ihpfinvest@yahoo.co.in |
| Whether listed Company | No |
| Name, Address and Contact details of Registrar and Transfer Agent, if any | MCS SHARE TRANSFER AGENT LTD K-215, 2 nd Floor, Ansa Industrial Estate, Saki Vihar Road, Saki Naka, Andheri (E) Mumbai - 400 072 Ph.: - 022 - 28476021 / 022 - 28476022 Email: helpdesknum@mcsregistrars.com |

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY:

Non-Banking Financial Company (NBFC) which is principally engaged in investing and lending activities. All the business activities contributing 10% or more of the total turnover of the company shall be stated:-

| Sr. No. | Name and Description of main products / services | NIC Code of the Product/ service | % to total turnover of the company |
|---------|--|----------------------------------|------------------------------------|
| 1 | Investing and Lending Activities (NBFC) | 64990 | 100% |

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES –

| Sr. No. | NAME OF THE COMPANY | CIN | HOLDING/ SUBSIDIARY/ ASSOCIATE | % OF SHARES HELD | APPLICABLE SECTION |
|---------|---------------------------------------|-----------------------|--------------------------------------|------------------|--------------------|
| 1 | Ratanchand Investment Private Limited | U67120MH1996PTC103241 | HOLDING | 86.49 | 2(46) |
| 2 | The Indian Hume Pipe Company Limited | L51500MH1926PLC001255 | SUBSIDIARY | 65.92 | 2(87) |

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity) as on 31st March, 2022:

i) Category-wise Share Holding

| Category of Shareholders | No. of Shares held at the beginning of the year as on 1 st April, 2021 | | | | No. of Shares held at the end of the year as on 31 st March, 2022 | | | | % Change during the year |
|---|---|--------------|---------------|-------------------|--|--------------|---------------|-------------------|--------------------------|
| | Demat | Physical | Total | % of Total Shares | Demat | Physical | Total | % of Total Shares | |
| A. Promoters | | | | | | | | | |
| (1) Indian | | | | | | | | | |
| a) Individual/HUF | 37856 | -- | 37856 | 6.64 | 37856 | -- | 37856 | 6.64 | -- |
| b) Central Govt. | -- | -- | -- | -- | -- | -- | -- | -- | -- |
| c) State Govt(s) | -- | -- | -- | -- | -- | -- | -- | -- | -- |
| d) Bodies Corp. | 492820 | -- | 492820 | 86.49 | 492820 | -- | 492820 | 86.49 | - |
| e) Banks/Fl | -- | -- | -- | -- | -- | -- | -- | -- | -- |
| f) Any Other | -- | -- | -- | -- | -- | -- | -- | -- | -- |
| Sub-Total (A)(1) | 530676 | -- | 530676 | 93.13 | 530676 | -- | 530676 | 93.13 | -- |
| (2) Foreign | | | | | | | | | |
| a) NRIs – Individuals | 1914 | -- | 1914 | 0.34 | 1914 | -- | 1914 | 0.34 | -- |
| b) Other – Individuals | -- | -- | -- | -- | -- | -- | -- | -- | -- |
| c) Bodies Corp. | -- | -- | -- | -- | -- | -- | -- | -- | -- |
| d) Banks/Fl | -- | -- | -- | -- | -- | -- | -- | -- | -- |
| e) Any Other | -- | -- | -- | -- | -- | -- | -- | -- | -- |
| Sub-Total (A)(2) | 1914 | -- | 1914 | 0.34 | 1914 | -- | 1914 | 0.34 | -- |
| Total Shareholding of Promoter | 532590 | -- | 532590 | 93.47 | 532590 | -- | 532590 | 93.47 | -- |
| (A) = (A)(1) + (A)(2) | | | | | | | | | |
| B. Public Shareholding | | | | | | | | | |
| 1. Institutions | | | | | | | | | |
| a) Mutual Funds | -- | -- | -- | -- | -- | -- | -- | -- | -- |
| b) Banks/Fl | 232 | 2626 | 2858 | 0.50 | 232 | 2338 | 2570 | 0.45 | (0.05) |
| c) IEPF | 13170 | -- | 13170 | 2.31 | 13940 | -- | 13940 | 2.45 | 0.14 |
| d) State Govt (s) | -- | 108 | 108 | 0.02 | -- | 108 | 108 | 0.02 | -- |
| e) Venture Capital Funds | -- | -- | -- | -- | -- | -- | -- | -- | -- |
| f) Insurance Companies | -- | -- | -- | -- | -- | -- | -- | -- | -- |
| g) FIs | -- | -- | -- | -- | -- | -- | -- | -- | -- |
| h) Foreign Venture Capital Funds | -- | -- | -- | -- | -- | -- | -- | -- | -- |
| i) Others (specify) | -- | -- | -- | -- | -- | -- | -- | -- | -- |
| Sub-Total (B)(1):- | 13402 | 2734 | 16136 | 2.83 | 14172 | 2446 | 16618 | 2.92 | 0.09 |
| 2. Non-Institutions | | | | | | | | | |
| a) Bodies Corp. | | | | | | | | | |
| i. Indian | 283 | 366 | 649 | 0.11 | 271 | 366 | 637 | 0.11 | -- |
| ii. Overseas | -- | -- | -- | -- | -- | -- | -- | -- | -- |
| b) Individuals | | | | | | | | | |
| i) Individuals Shareholders holding nominal Share Capital upto ₹ 1 Lakh | 3245 | 16942 | 20187 | 3.54 | 3927 | 15818 | 19745 | 3.47 | (0.07) |
| ii) Individual shareholders holding nominal share capital in excess of ₹ 1 Lakh | -- | -- | -- | -- | -- | -- | -- | -- | -- |
| c) Others (specify) (NRI) | 180 | 40 | 220 | 0.04 | 152 | 40 | 192 | 0.03 | (0.01) |
| Sub-Total (B)(2):- | 3708 | 17348 | 21056 | 3.70 | 4350 | 16224 | 20574 | 3.61 | (0.09) |
| Total Public Shareholding | 17110 | 20082 | 37192 | 6.53 | 18522 | 18670 | 37192 | 6.53 | - |
| (B) = (B)(1) + (B)(2) | | | | | | | | | |
| C. Shares held by Custodian for GDRs & ADRs | -- | -- | -- | -- | -- | -- | -- | -- | -- |
| Grand Total (A + B + C) | 549700 | 20082 | 569782 | 100 | 551112 | 18670 | 569782 | 100 | -- |

ii) Shareholding of Promoters

| Sr. No. | Shareholder's Name | Shareholding at the beginning of the year as on 1 st April, 2021 | | | Shareholding at the end of the year as on 31 st March, 2022 | | | % Change in shareholding during the year |
|---------|--|---|----------------------------------|--|--|----------------------------------|--|--|
| | | No. of Shares | % of total Shares of the Company | % of Shares Pledged / encumbered to total Shares | No. of Shares | % of total Shares of the Company | % of Shares Pledged / encumbered to total Shares | |
| 1 | Mr. Rajas R. Doshi * | 33873 | 5.94 | -- | 33873 | 5.94 | -- | -- |
| 2 | Ms. Jyoti R. Doshi | 2057 | 0.36 | -- | 2057 | 0.36 | -- | -- |
| 3 | Mr. Mayur R. Doshi | 1926 | 0.34 | -- | 1926 | 0.34 | -- | -- |
| 4 | Mr. Aditya R. Doshi | 1914 | 0.34 | -- | 1914 | 0.34 | -- | -- |
| 5 | M/s. Ratanchand Investment Private Limited | 492820 | 86.49 | -- | 492820 | 86.49 | -- | -- |
| | Total | 532590 | 93.47 | -- | 532590 | 93.47 | -- | -- |

* Rajas R. Doshi (Individual) - 3925 Shares

* Rajas R. Doshi (Walchand Trust) – 29948 Shares

iii) Change in Promoters' Shareholding (Please specify, if there is no change)

| Sr. No. | Shareholder's Name | Shareholding at the beginning of the year as on 1 st April, 2021 | | Cumulative Shareholding during the year as on 31 st March, 2022 | |
|---------|---|---|----------------------------------|--|----------------------------------|
| | | No. of shares | % of total shares of the Company | No. of shares | % of total shares of the Company |
| 1 | Mr. Rajas R. Doshi | No Change during the year | | | |
| 2 | Ms. Jyoti R. Doshi | | | | |
| 3 | Mr. Mayur R. Doshi | | | | |
| 4 | Mr. Aditya R. Doshi | | | | |
| 5 | Mr. Rajas R. Doshi - Trustee (Walchand Trust) | | | | |
| 6 | M/s. Ratanchand Investment Private Limited | | | | |

iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):

| Sr. No. | For each of the Top 10 Shareholders | Shareholding at the beginning of the year 01-04-2021 | | Transaction during the year | | Cumulative Shareholding during the year 01-04-2021 to 31-03-2022 | |
|---------|--|--|----------------------------------|-----------------------------|---------------|--|----------------------------------|
| | | No. of shares | % of total shares of the company | Date of Transaction | No. of Shares | No. of shares | % of total shares of the company |
| 1. | Investor Education and Protection Fund | 13170 | 2.31 | | 13170 | - | 2.31 |
| | Transfer to Shareholder Account | | | 28-05-2021 | 10 | 13160 | 2.45 |
| | Transfer to IEPF Account | - | - | 18-10-2021 | 780 | 13940 | 2.45 |
| | End of the year | | | | | 13940 | 2.45 |
| 2. | Bank of India | 1400 | 0.25 | | | 1400 | 0.25 |
| 3. | Vidisha A. Patel | 960 | 0.17 | | | 960 | 0.17 |
| 4. | Central Bank of India | 720 | 0.13 | | | 720 | 0.13 |
| 5 | Custodian of Enemy Property for India | -- | -- | | 450 | 450 | 0.08 |
| | End of year | | | | 450 | 450 | 0.08 |
| 6. | Aroonkumar L. Shah | 332 | 0.06 | | | 332 | 0.06 |
| 7. | Venkatesh G. Raichur | 302 | 0.05 | | | 302 | 0.05 |
| 8. | Mrunalinidevi Puar | 300 | 0.05 | | | 300 | 0.05 |
| 9 | Shilpa Rajnikant Sarvaiya | 297 | 0.05 | | | 297 | 0.05 |
| 10 | 3A Financial Services Limited | 237 | 0.04 | | | 237 | 0.04 |
| | Transfer | | | 10-12-2021 | 12 | 225 | 0.04 |
| | End of the year | | | | | 225 | 0.04 |

v) Shareholding of Directors and Key Managerial Personnel:

| Sr. No. | For each of the Directors and KMP No. of shares | Shareholding at the beginning of the year as on 1 st April, 2021 | | Cumulative Shareholding during the year as on 31 st March, 2022 | |
|---------|---|---|----------------------------------|--|----------------------------------|
| | | No. of shares | % of total shares of the Company | No. of shares | % of total shares of the Company |
| 1 | Mr. Rajas R. Doshi - Director* | 33873 | 5.94 | 33873 | 5.94 |
| 2 | Ms. Jyoti R. Doshi - Director | 2057 | 0.36 | 2057 | 0.36 |
| 3 | Mr. Mayur R. Doshi - Director | 1926 | 0.34 | 1926 | 0.34 |
| 4 | Mr. Rameshwar D. Sarda - Director | - | - | - | - |
| 5 | Mr. P. R. Bhat - Director | 4 | - | 4 | - |
| | Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc.): | - | - | - | - |
| | At the end of the year | 37860 | 6.64 | 37860 | 6.64 |

* Mr. Rajas R. Doshi (Individual) - 3925 Shares

* Mr. Rajas R. Doshi (Walchand Trust) - 29948 Shares

V. INDEBTEDNESS

Indebtedness of the Company as on 31st March, 2022.

| Particulars | Secured Loans excluding deposits (₹) | Unsecured Loans (₹) | Deposits (₹) | Total Indebtedness (₹) |
|---|---|------------------------|-----------------|---------------------------|
| Indebtedness at the beginning of the financial year | | | | |
| i) Principal Amount | - | 6,46,568 | - | 6,46,568 |
| ii) Interest due but not paid | - | - | - | - |
| iii) Interest accrued but not paid | - | - | - | - |
| Total (i + ii + iii) | - | 6,46,568 | - | 6,46,568 |
| Change in Indebtedness during the financial year | | | | |
| - Addition | - | - | - | - |
| - Reduction | - | (6,46,568) | - | (6,46,568) |
| Net Change | - | 6,46,568 | - | 6,46,568 |
| Indebtedness at the end of the financial year | | | | |
| i) Principal Amount | - | - | - | - |
| ii) Interest due but not paid | - | - | - | - |
| iii) Interest accrued but not due | - | - | - | - |
| Total (i + ii + iii) | - | Nil | - | Nil |

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL
A. Remuneration to Managing Director, Whole-time Directors and / or Manager as on 31st March, 2022:

| Sr. No. | Particulars of Remuneration | Name of MD / WTD / Manager | Total Amount |
|---------|--|----------------------------|--------------|
| 1. | Gross Salary | NONE | |
| | (a) Salary as per provisions contained in Section 17 (1) of Income-tax Act, 1961 | | |
| | (b) Value of perquisites u/s 17(2) of Income-tax Act, 1961 | | |
| | (c) Profits in lieu of salary u/s 17(3) of Income-tax Act, 1961 | | |
| 2. | Stock Option | | |
| 3. | Sweat Equity | | |
| 4. | Commission | | |
| | - As % of profit | | |
| | - Others, specify | | |
| 5. | Others, please specify | | |
| | Total (A) | | |
| | Ceiling as per the Act | | |

B. Remuneration to other Directors as on 31st March, 2022:

| Sr. No. | Particulars of Remuneration | Names of Directors | | | | | Total Amount (₹) |
|---------|---|--------------------|-----------------|-----------------|--------------------|-----------------|------------------|
| | | Rajas R. Doshi | Jyoti R. Doshi | Mayur R. Doshi | Rameshwar D. Sarda | P. R. Bhat | |
| 1. | Independent Directors | | | | | | |
| | • Fee for attending Board and Committee meetings | - | - | - | - | - | - |
| | • Commission | - | - | - | - | - | - |
| | • Others, please specify | - | - | - | - | - | - |
| | Total (1) | - | - | - | - | - | - |
| 2. | Other Non-Executive Directors | | | | | | |
| | • Fee for attending Board meetings (₹) | 1,00,000 | 1,00,000 | 1,00,000 | 75,000 | 75,000 | 4,50,000 |
| | • Fee for attending Committee meeting | 25,000 | - | 25,000 | - | 25,000 | 75,000 |
| | • Commission | - | - | - | - | - | - |
| | • Others, please specify | - | - | - | - | - | - |
| | Total (2) (₹) | 1,25,000 | 1,00,000 | 1,25,000 | 75,000 | 1,00,000 | 5,25,000 |
| | Total (B) = (1+2) (₹) | 1,25,000 | 1,00,000 | 1,25,000 | 75,000 | 1,00,000 | 5,25,000 |
| | Total Managerial Remuneration | - | - | - | - | - | - |
| | Overall Ceiling as per the Act - 3% of the profit calculated u/s 198 of the Act | | | | | | 21,40,773 |

C. Remuneration to Key Managerial Personnel other than MD / Manager / WTD as on 31st March, 2022:

| Sr. No. | Particulars of Remuneration | Key Managerial Personnel | | | |
|---------|---|--------------------------|-----------------------|---------|-----------|
| | | CEO (₹) | Company Secretary (₹) | CFO (₹) | Total (₹) |
| 1. | Gross salary | NONE | | | |
| | (a) Salary as per provisions contained in Section 17(1) of Income-tax Act, 1961 | | | | |
| | (b) Value of perquisites u/s 17(2) of Income-tax Act, 1961 | | | | |
| | (c) Profits in lieu of salary u/s 17(3) of Income-tax Act, 1961 | | | | |
| 2. | Stock Option | | | | |
| 3. | Sweat Equity | | | | |
| 4. | Commission | | | | |
| | – as % of profit | | | | |
| | – others, specify | | | | |
| 5. | Others, please specify | | | | |
| | Total | | | | |

VII. PENALTIES / PUNISHMENT / COMPOUNDING OF OFFENCES AS ON 31ST MARCH, 2022:

| Type | Section of the Companies Act | Brief Description | Details of Penalty/ Punishment/ Compounding fees imposed | Authority [RD/ NCLT/COURT] | Appeal made, if any (give Details) |
|-----------------------------|------------------------------|-------------------|--|----------------------------|------------------------------------|
| A COMPANY | | | NONE | | |
| Penalty | | | | | |
| Punishment | | | | | |
| Compounding | | | | | |
| B DIRECTORS | | | | | |
| Penalty | | | | | |
| Punishment | | | | | |
| Compounding | | | | | |
| C OTHER OFFICERS IN DEFAULT | | | | | |
| Penalty | | | | | |
| Punishment | | | | | |
| Compounding | | | | | |

INDEPENDENT AUDITOR'S REPORT

To the Members of IHP Finvest Limited

Report on the Audit of Standalone Financial Statements

Opinion

We have audited the accompanying standalone financial statements of **IHP Finvest Limited** ('the Company'), which comprise the Balance Sheet as at March 31, 2022, the Statement of Profit and Loss, and Statement of cash flows for the year then ended, and notes to financial statements, including a summary of the significant accounting policies and other explanatory information.

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 accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, and its profit, and its cash flows for the year ended on that date.

Basis of Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) 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 together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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's 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 financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, 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.

Responsibilities 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 Companies Act, 2013 ('the Act') with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, specified under Section 133 of the Act read with the rules made thereunder. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments 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 presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Directors 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 the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are 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 scepticism 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 financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has internal financial controls with reference to financial statements in place and the operating effectiveness of such controls. However, the same is not applicable to the Company vide notification issued by Ministry of Corporate Affairs dated June 13, 2017 read with General Circular No. 08/2017 dated July 25, 2017.
- 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 the misstatements in the standalone financial statements that, individually or 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 of the scope of our audit work and evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatement 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, 2020 ('the Order') issued by the Government of India – Ministry of Corporate Affairs, in terms of sub-section (11) of section 143 of the Act, we enclose in the annexure 'A' a statement on the matters specified in paragraphs 3 and 4 of the said Order, to the extent applicable.
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 it appears from our examination of those books.
 - (c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - (d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act.
 - (e) On the basis of the written representations received from the directors as on March 31, 2022, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2022, 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".
 - (g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, no remuneration is paid by the Company to its directors during the year.

- (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - (i) The Company has disclosed the impact of pending litigations on its financial position in its financial statements – refer note 22 and 25 to the standalone financial statements;
 - (ii) The Company does not have any long-term contracts for which there were any material foreseeable losses. The Company does not have any derivative contracts.
 - (iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - (iv) (a) The management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested by the Company to or in any other persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
 - (b) The management has represented, that, to the best of its knowledge and belief, no funds have been received by the Company from any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
 - (c) In our opinion and based on the audit procedures we have considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (a) and (b) contain any material misstatement.
 - (v) (a) The final dividend proposed in the previous year, declared and paid by the Company during the year is in accordance with Section 123 of the Act.
 - (b) The Board of Directors of the Company have proposed final dividend for the year which is subject to the approval of the members at the ensuing Annual General Meeting. The amount of dividend proposed is in accordance with section 123 of the Act, as applicable.

For K. S. Aiyar & Co.
Chartered Accountants
 ICAI Firm Registration No. 100186W

Sachin A. Negandhi
Partner

Place: Mumbai
Date: June 30, 2022

Membership No: 112888
 UDIN: 22112888AMSIX6559

Annexure to the Auditor's Report

(Referred to in paragraph 1 under the heading 'Report on Other Legal and Regulatory Requirements' of our Report of even date on the financial statements for the year ended on March 31, 2022, of IHP Finvest Limited)

- (i) (a) (A) The Company has maintained proper records showing full particulars including quantitative details and situation of Property, Plant and Equipment.
- (B) The Company has maintained proper records showing full particulars of Intangible assets.
- (b) The fixed assets have been physically verified by the management during the year and in our opinion, the frequency of verification is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
- (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the matter relating to the vesting of legal rights in favor of the Company is subjudice in the City Civil Court, Mumbai. We are unable, therefore to verify whether the said leasehold rights in respect of leasehold land & building are in the name of the Company. (Also refer note 8 to the standalone financial statements.)
- (d) The Company has not revalued any of its Property, Plant and Equipment or intangible assets. Accordingly, provisions of clause 3(i)(d) are not applicable.
- (e) According to the information and explanations given to us, no proceedings have been initiated during the year or are pending against the Company as at March 31, 2022 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder
- (ii) (a) Considering the nature of business of the Company, clause 3 (ii) (a) of the Order regarding inventory is not applicable for the year.
- (b) The Company has not been sanctioned working capital limits in excess of five crore rupees at any time during the year. Accordingly, provisions of clause 3(ii)(b) of the Order is not applicable
- (iii) During the year the company has not made investments in, or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties.
 - (a) The Company being NBFC, whose principal business is to give loans, reporting under clause 3(iii)(a) is not applicable.
 - (b) In our opinion, the terms and conditions of the security provided by the Company for loan taken from Bank by its subsidiary company are not prejudicial to the Company's interest
The Company has not made any investments, provided any guarantees in the nature of loans and guarantees .
 - (c) During the year the Company has not granted any loans. Accordingly, provisions of clause 3(iii)(c), 3(iii)(d) and 3(iii)(e) of the Order are not applicable
 - (d) The Company has not granted any loans or advances in the nature of loans either repayable on demand or without

specifying any terms or period of repayment during the year. Hence, reporting under clause 3(iii)(f) is not applicable.

- (iv) The Company has complied with the provisions of Sections 185 and 186 of the Companies Act, 2013 in respect of loans granted, investments made and guarantees and securities provided, as applicable.
- (v) The Company has not accepted any deposits from the public to which the provisions of section 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the Companies (Acceptance of Deposit) Rules 2014 apply. No order has been passed by the Company Law Board, National Law Tribunal or Reserve Bank of India or any other court or any other tribunal.
- (vi) According to the information and explanations given to us, the Company is not required to maintain cost records under sub-section (1) of section 148 of the Companies Act, 2013. Accordingly, reporting under clause (vi) of the Order is not applicable to the Company.
- (vii) (a) According to the records of the Company, it is generally regular in depositing undisputed statutory dues including Goods and Services Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other material statutory dues to the appropriate authorities.
According to the information and explanations given to us, no undisputed amounts payable in respect of above which were outstanding, as at March 31, 2022, for a period of more than six months from the date on which they became payable.
- (b) According to the information and explanations given to us, there are no dues of income tax, goods and services tax, duty of customs, cess and other material statutory dues applicable to the Company which have not been deposited on account of any dispute.
- (viii) According to the information and explanations given to us there are no unrecorded transactions in the books of account which have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).
- (ix) (a) The Company has not defaulted in repayment of loan or payment of interest for loan taken from Bank. The Company has not taken any loan or other borrowings from debenture holder or any other lenders.
- (b) The Company is not declared as a wilful defaulter by any bank or financial institution or other lender.
- (c) On the basis information and explanations given to us and based on audit of the financial statements, in our opinion, term loan was applied for the purpose for which the loan was obtained.
- (d) According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we report that the no funds raised on short-term basis have been used for long-term purposes.
- (e) According to the information and explanations given to us, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.

- (f) According to the information and explanations given to us, the Company has not raised any loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.
- (x) (a) The Company has not raised any moneys by way of initial public offer or further public offer (including debt instruments) during the year and accordingly, reporting under clause 3(x)(a) of the Order is not applicable.
- (b) The Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year and accordingly reporting under clause 3(x)(b) of the Order is not applicable.
- (xi) (a) According to the information and explanations furnished by the management, which have been relied upon by us, there were no frauds by the Company or on the Company noticed or reported during the year.
- (b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.
- (c) According to the information and explanations furnished by the management, which have been relied upon by us, there were no whistle blower complaints received during the year by the Company.
- (xii) (a) In our opinion, the Company is not a Nidhi Company. Accordingly, clause 3(xii) of the Order is not applicable to the Company.
- (xiii) In our opinion, all the transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, where applicable and the details have been disclosed in the financial statements etc., as required by the applicable accounting standards.
- (xiv) (a) In our opinion and based on our examination, the Company has an internal audit system commensurate with the size and nature of its business.
- (b) We have considered, the internal audit reports for the year under audit, issued to the Company during the year and till date, in determining the nature, timing and extent of our audit procedures.
- (xv) According to the information and explanations given to us, the Company has not entered into any non-cash transactions with directors or persons connected with him.
- (xvi) (a) The Company is required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 and such registration has been obtained by the Company.
- (b) The Company holds a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934 in respect of its Non Banking Financial activities.
- (c) In our opinion, the Company is not a Core Investment Company(CIC) as defined in the regulations made by the Reserve Bank of India.
- (d) According to the information and explanations given to us, there are no CIC in the group.
- (xvii) In our opinion, the Company has not incurred any cash losses in the financial year and in the immediately preceding financial year.
- (xviii) There has been no resignation of the statutory auditors during the year and accordingly clause 3(xviii) of the Order is not applicable
- (xix) On the basis information and explanations given to us and based on audit of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, review of Board of Directors and management plans, in our opinion no material uncertainty exists as on the date of the audit report regarding Company's capability to meet its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date.
- We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- (xx) The Company is not required to spend under Corporate Social Responsibility (CSR). Accordingly, reporting under clause 3(xx)(a) and (b) of the Order is not applicable for the year.

For K. S. Aiyar & Co.
Chartered Accountants
 ICAI Firm Registration No. 100186W

Sachin A. Negandhi
Partner

Membership No: 112888
 UDIN: 22112888AMSIX6559

Place: Mumbai
Date: June 30, 2022

Annexure - B to the Independent Auditor's Report of even date on the Standalone Financial Statements of IHP Finvest Limited**Report on the Internal Financial Controls 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 **IHP Finvest Limited** ("the Company") as of March 31, 2022 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 over financial reporting 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 issued by the Institute of Chartered Accountants of India. 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 Companies Act, 2013.

Auditors' 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 on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. 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 with reference to financial statements, 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.

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, an adequate internal financial controls system with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at March 31, 2022, based on the internal control over financial reporting 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 issued by the Institute of Chartered Accountants of India.

For K. S. Aiyar & Co.
Chartered Accountants
ICAI Firm Registration No. 100186W

Sachin A. Negandhi
Partner

Place: Mumbai
Date: June 30, 2022

Membership No: 112888
UDIN: 22112888AMSIX6559

BALANCE SHEET AS AT MARCH 31, 2022

₹ in lakhs

| Particulars | Note No. | As at March 31, 2022 | As at March 31, 2021 |
|--|----------|-------------------------|-------------------------|
| I. EQUITY AND LIABILITIES | | | |
| (1) Shareholders' Funds | | | |
| (a) Share capital | 2 | 56.98 | 56.98 |
| (b) Reserves and surplus | 3 | 5,154.17 | 4,960.19 |
| | | 5,211.15 | 5,017.17 |
| (2) Non-current liabilities | | | |
| (a) Long-term borrowings | 4 | - | 6.47 |
| (b) Other Long term liabilities | 5 | 40.70 | 37.00 |
| (c) Long-term provisions | 6 | 13.78 | 11.60 |
| | | 54.47 | 55.06 |
| (3) Current liabilities | | | |
| (a) Current liabilities | 7 | 151.26 | 155.34 |
| | | 151.26 | 155.34 |
| TOTAL | | 5,416.88 | 5,227.58 |
| II. ASSETS | | | |
| (1) Non-current Assets | | | |
| (a) Property, Plant & Equipment and Intangibles | 8 | | |
| i) Property, Plant & Equipment | | 15.55 | 19.35 |
| ii) Intangible Assets | | 0.04 | 0.04 |
| | | 15.58 | 19.39 |
| (b) Non-current investments | 9 | 3,282.17 | 2,281.29 |
| (c) Deferred tax assets (net) | 10 | 55.83 | 55.36 |
| (d) Other non current assets | 11 | 2.29 | 2.34 |
| | | 3,355.88 | 2,358.37 |
| (2) Current Assets | | | |
| (a) Current investments/stock in trade | 12 | 1,860.00 | 2,500.00 |
| (b) Trade receivables | 13 | - | - |
| (c) Cash and cash equivalents | 14 | 103.34 | 287.28 |
| (d) Other Current assets | 15 | 97.66 | 81.93 |
| | | 2,061.00 | 2,869.21 |
| TOTAL | | 5,416.88 | 5,227.58 |
| Significant Accounting Policies & Notes forming integral part of the Financial Statements. | 1 to 34 | | |

In terms of our report of even date
For K. S. Aiyar & Co
Chartered Accountants
ICAI Firm Registration No. 100186W

Sachin A. Negandhi
Partner
Membership No. 112888

Place: Mumbai
Date: 30.06.2022

For and on behalf of the Board of Directors of IHP Finvest Limited
RAJAS R. DOSHI DIN 00050594 Chairman

JYOTI R. DOSHI DIN 00095732
MAYUR R. DOSHI DIN 00250358 } Directors

Place: Mumbai
Date: 30.06.2022

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2022

₹ in lakhs

| Particulars | Note No. | Year ended 31 st March, 2022 | Year ended 31 st March, 2021 |
|--|----------|--|--|
| I. Revenue from operations | 16 | 5,226.17 | 770.15 |
| II. Other income | 17 | 121.63 | 111.57 |
| III. Total Revenue (I + II) | | <u>5,347.80</u> | <u>881.72</u> |
| IV. Expenses: | | | |
| Cost of Securities sold | 18 | 4,300.00 | - |
| Employee benefits expense | 19 | 25.89 | 20.64 |
| Depreciation and amortization expense | 8 | 6.41 | 8.74 |
| Finance Cost | | 1.03 | 1.93 |
| Other expenses | 20 | 109.92 | 59.73 |
| | | - | |
| Total Expenses (IV) | | <u>4,443.26</u> | <u>91.04</u> |
| V. Profit before tax (III -IV) | | 904.54 | 790.69 |
| VI Tax Expenses: | | | |
| (1) Current Tax | | 33.00 | 27.50 |
| (2) Provision for Earlier Year | | - | - |
| (3) Deferred Tax | 10 | (0.48) | (0.49) |
| VII Profit for the year | | <u>872.02</u> | <u>763.67</u> |
| VIII Earnings per equity share: | | | |
| Basic and Diluted | 28 | 153.04 | 134.03 |
| Significant Accounting Policies & Notes forming integral part of the Financial Statements. | 1 to 34 | | |

In terms of our report of even date
For K. S. Aiyar & Co
 Chartered Accountants
 ICAI Firm Registration No. 100186W

Sachin A. Negandhi
 Partner
 Membership No. 112888

Place: Mumbai
 Date: 30.06.2022

For and on behalf of the Board of Directors of IHP Finvest Limited
RAJAS R. DOSHI DIN 00050594 Chairman

JYOTI R. DOSHI DIN 00095732
MAYUR R. DOSHI DIN 00250358 } Directors

Place: Mumbai
 Date: 30.06.2022

CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2022

₹ in lakhs

| | Year ended 31 st March, 2022 | Year ended 31 st March, 2021 |
|--|--|--|
| A. Cash Flow from Operating Activities | | |
| Net Profit before taxation | 904.54 | 790.69 |
| Adjustments for: | | |
| Depreciation and amortization expense | 6.41 | 8.74 |
| Profit on sale of Investment | (196.20) | (17.38) |
| Finance Cost | 1.03 | 1.93 |
| Rental Income | (121.17) | (111.00) |
| Interest on Long Term Investment | (15.50) | (17.66) |
| Dividend on Long Term Investment | (656.37) | (646.60) |
| Operating Profit before Working Capital changes | (77.26) | 8.72 |
| Adjustments for : | | |
| (Increase) / Decrease in current investments/Stock in Trades | 640.00 | (2,500.00) |
| (Increase) / Decrease in trade receivables | - | 1.27 |
| (Increase) / Decrease in other assets | (7.66) | (1.50) |
| Increase/(Decrease) in other long term liabilities | 3.70 | - |
| Increase/(Decrease) in current liabilities | 1.65 | 1.23 |
| Increase/(Decrease) in Provisions | 2.18 | 0.50 |
| CASH GENERATED FROM OPERATIONS | 558.91 | (2,489.79) |
| Income tax Paid | (44.75) | (62.64) |
| Net Cash inflow from/ (outflow) from Operating activities | 517.24 | (2,552.43) |
| B. Cash Flow from Investing Activities | | |
| Purchase of long term Investments | (2,099.41) | (424.21) |
| Sale of long term Investments | 1,294.95 | 572.20 |
| (Increase) / Decrease in PMS balance | 0.99 | (4.19) |
| Dividend received | 656.37 | 646.62 |
| Interest received | 16.02 | 17.67 |
| Rental income | 121.17 | 111.00 |
| Net Cash inflow from/ (outflow) from Investing activities | (9.90) | 919.09 |

CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2022

₹ in lakhs

| | Year ended 31 st March, 2022 | Year ended 31 st March, 2021 |
|---|--|--|
| C. Cash Flow from Financing Activities | | |
| Proceeds from borrowings | - | - |
| Repayment of borrowings | (12.20) | (11.28) |
| Interest paid on borrowings | (1.03) | (1.93) |
| Dividend paid | (678.04) | (649.55) |
| Net Cash inflow from/ (outflow) from Financing activities | <u>(691.27)</u> | <u>(662.76)</u> |
| | | |
| Net increase / (decrease) in cash and cash equivalents | <u>(183.94)</u> | <u>(2,296.11)</u> |
| | | |
| Opening Cash and Cash Equivalents | | |
| Cash in hand | 0.26 | 0.11 |
| Bank balances | 287.02 | 2,583.28 |
| | <u>287.28</u> | <u>2,583.38</u> |
| | | |
| Closing Cash and Cash Equivalents | | |
| Cash in hand | 0.26 | 0.26 |
| Bank balances | 103.08 | 287.02 |
| | <u>103.34</u> | <u>287.28</u> |
| | | |
| NOTES: | | |
| 1 Bank Balance includes for unpaid dividend ₹ 86.25 Lakhs (P.Y. ₹ 88.21 Lakhs) | | |
| 2 Figure in brackets indicate cash outflow. | | |
| 3 The above Cash Flow Statement is prepared under indirect method as per AS 3- Cash Flow Statement | | |

In terms of our report of even date
For K. S. Aiyar & Co
 Chartered Accountants
 ICAI Firm Registration No. 100186W

Sachin A. Negandhi
 Partner
 Membership No. 112888

Place: Mumbai
 Date: 30.06.2022

For and on behalf of the Board of Directors of IHP Finvest Limited
RAJAS R. DOSHI DIN 00050594 Chairman

JYOTI R. DOSHI DIN 00095732
MAYUR R. DOSHI DIN 00250358 } Directors

Place: Mumbai
 Date: 30.06.2022

SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022.

NOTE 1: Significant Accounting Policies

I. Significant Accounting Policies

a) Basis of Preparation of Financial Statements

The financial statements have been prepared and presented under the historical cost convention, on the accrual basis of accounting in accordance with the accounting principles generally accepted in India and comply with the mandatory accounting standards ("AS") notified u/s 133 of the Companies Act, 2013.

b) Use of estimates

The preparation of financial statements in conformity with generally accepted accounting principles in India (Indian GAAP) requires management to make estimates and assumptions that affect the reported amount of assets, liabilities, revenues and expenses and disclosure of contingent liabilities on the date of the financial statements. The estimates and assumptions used in the accompanying financial statements are based upon management's evaluation of the relevant facts and circumstances as of the date of financial statements which in management's opinion are prudent and reasonable. Actual results may differ from the estimates used in preparing the accompanying financial statements. Any revision to accounting estimates is recognized prospectively in current and future periods.

c) Property, Plant and Equipment

Property, Plant and Equipment (PPE) are stated at cost less accumulated depreciation. The total cost of assets comprises its purchase price, freight, duties, taxes and any other incidental expenses directly attributable to bringing the asset to the working condition for its intended use.

Gain or losses arising from derecognition of PPE are measured as the difference between the net disposal proceed and the carrying amount of the asset and are recognized in the statement of profit and loss when the asset is derecognized.

Depreciation

- Depreciation on PPE is provided on Written Down Value Method on pro-rata basis as per the rates prescribed in part "C" of Schedule II to the Companies Act, 2013.
- Amortization of leasehold rights is provided at the rate 5%.
- Assets costing less than or equal to ₹ 5,000/- are depreciated fully in the year of purchase.

d) Revenue Recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

Rental income, Interest and other income is recognized on accrual basis.

Dividend income is recognized when right to receive is established.

e) Investments

Investments are classified under non-current and current categories.

'Non-current Investments' are carried at acquisition /amortized cost. A provision is made for diminution other than temporary on an individual basis.

'Current Investments' are carried at the lower of cost and fair value on an individual basis.

f) Stock-In-Trade

Shares and Securities held as Stock-In-Trade are valued at cost determined on FIFO basis or at market value, whichever is lower.

g) Retirement and Other Employee Benefit

Gratuity and Leave Encashment is provided for on actual basis.

h) Taxation

Income Tax comprises current tax and deferred tax charge / credit. The current tax charge is recognized using current tax rates that have been enacted or substantively enacted by the Balance Sheet date. Deferred tax assets are recognized only to the extent there is reasonable certainty that the assets can be realized in future; however, where there is unabsorbed depreciation or carried forward loss under taxation laws deferred tax assets are recognized only if there is a virtual certainty of realization of such assets. Deferred tax assets / liabilities are reviewed as at each balance sheet date based on developments during the year and available case law to re-assess realization / liabilities.

The Company has elected to exercise the option of a lower tax rate provided under Section 115BAA of the Income Tax Act, 1961, as introduced by the Taxation laws (Amendment) Ordinance, 2019 from FY 2019-20. Accordingly, the Company has recognized provision for income tax and deferred tax assets on the basis of rate prescribed in the said section.

i) Earnings Per Share

In determining Earning Per Share, the Company considers net profit after tax and effect of any extra ordinary items (net of tax). The number of shares used in computing basic earning per share is the weighted average number of shares outstanding during the period.

j) Provisions and Contingencies

A provision is recognized when an enterprise has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to their present values and are determined based on management estimate required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current management estimates.

Contingent liabilities are disclosed in respect of possible obligations that have arisen from past events and the existence of which will be confirmed only by the occurrence or non-occurrence of future events not wholly within the control of the Company.

NOTES TO ACCOUNTS FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

Note 2. SHARE CAPITAL

a. Details of authorised, issued and subscribed share capital

| Particulars | ₹ in lakhs | |
|--|-------------------------|-------------------------|
| | As at March 31, 2022 | As at March 31, 2021 |
| Authorised Capital | | |
| 12,50,000 (P.Y. 12,50,000) Equity Share of ₹ 10/- each | 125.00 | 125.00 |
| Issued Capital | | |
| 5,69,782 (P.Y. 5,69,782) Equity Share of ₹ 10/- each | 56.98 | 56.98 |
| Subscribed and Paid up | | |
| 5,69,782 (P.Y. 5,69,782) Equity Share of ₹ 10/- each, fully paid up. | 56.98 | 56.98 |
| TOTAL | 56.98 | 56.98 |

b. Details of Promoters' Share holding in the Company.

| Name of Shareholder | As at March 31, 2022 | | |
|--|--------------------------|------------|--------------------------|
| | No of Equity shares held | Percentage | % Change during the year |
| Ratanchand Investment Private Limited (Holding Company) | 492820 | 86.49 | No |
| ** Rajas R.Doshi (Individual and as a Trustee in Walchand Trust) | 33873 | 5.94 | No |
| Jyoti R. Doshi | 2057 | 0.36 | No |
| Aditya R. Doshi | 1926 | 0.34 | No |
| Mayur R. Doshi | 1914 | 0.34 | No |

c. Details of Shareholders holding more than 5% shares in the Company.

| Name of Shareholder | As at March 31, 2022 | | As at March 31, 2021 | |
|--|--------------------------|------------|--------------------------|------------|
| | No of Equity shares held | Percentage | No of Equity shares held | Percentage |
| Ratanchand Investment Private Limited (Holding Company) | 492820 | 86.49 | 492820 | 86.49 |
| ** Rajas R.Doshi (Individual and as a Trustee in Walchand Trust) | 33873 | 5.94 | 33873 | 5.94 |
| ** Rajas R. Doshi-Individual | 3925 | | | |
| ** As a Trustee -Walchand Trust | 29948 | | | |
| Total Shares | 33873 | | | |

d. Reconciliation of number of shares

| Particulars | As at March 31, 2022 | | As at March 31, 2021 | |
|---|----------------------|--------------|----------------------|--------------|
| | No of Equity shares | ₹ | No of Equity shares | ₹ |
| Shares outstanding at the beginning of the year | 569782 | 56.98 | 569782 | 56.98 |
| Shares Issued during the year | - | - | - | - |
| Shares bought back during the year | - | - | - | - |
| Shares outstanding at the end of the year | 569782 | 56.98 | 569782 | 56.98 |

NOTES TO ACCOUNTS FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

e. Terms / rights attached to shares:

The Company has only one class of equity shares having a face value of ₹ 10/- per share. Each holder of equity shares is entitled to one vote per share. The dividend proposed by the Board of Directors, if any, is subject to the approval of the share holders in the ensuing Annual General Meeting.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

Note 3. RESERVES AND SURPLUS

₹ in lakhs

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|---|-------------------------|-------------------------|
| a. Reserves | | |
| (1) General Reserve | | |
| Opening Balance | 480.68 | 480.68 |
| (+) Addition during the year | - | - |
| Closing Balance | <u>480.68</u> | <u>480.68</u> |
| (2) Special Reserve as required U/S 45IC of RBI Act, 1934. | | |
| Opening Balance | 2,300.35 | 2,147.35 |
| (+) Current Year Transfer | 175.00 | 153.00 |
| Closing Balance | <u>2,475.35</u> | <u>2,300.35</u> |
| b. Surplus | | |
| Opening balance | 2,179.17 | 2,218.05 |
| (+) Net Profit/(Net Loss) For the current year | 872.02 | 763.67 |
| (-)Dividends | 678.04 | 649.55 |
| (-) Tax on Dividends * | - | - |
| (-) Transfer to Special Reserves ** | 175.00 | 153.00 |
| Closing Balance | <u>2,198.15</u> | <u>2,179.17</u> |
| | - | - |
| GRAND TOTAL | <u>5,154.17</u> | <u>4,960.19</u> |

The Board of Directors at their meeting held on 30th June 2022, have recommended Dividend of ₹ 120/- per share of ₹ 10/- each for the Financial Year 2021-2022 amounting to ₹ 683.74 Lakhs subject to approval of Shareholders of the Company. Final Dividend of ₹ 678.04 Lakhs (₹ 119/- per share including one time special dividend of ₹ 5/- per share of ₹10/- each towards Silver Jubilee year (25th year)) was paid for Financial Year 2020-2021.

* Note: No Dividend Distribution Tax is payable as per Section 115-O(IA) of the Income Tax Act, 1961, as amended by the Finance Act, 2012.

** Note:20% of Net Profit after Tax transferred to Special Reserve as required U/S 45IC of RBI Act, 1934.

NOTES TO ACCOUNTS FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

Note 4. LONG-TERM BORROWINGS

| ₹ in lakhs | | |
|---|---|--|
| Particulars | As at March 31, 2022 | As at March 31, 2021 |
| Long Term Auto Loan from HDFC Bank Ltd | 6.47 | 18.66 |
| Less: Current Maturities | 6.47 | (12.20) |
| Securities against hypothecation of vehicle as per the Following Terms Tenure : 5 Years Interest Rate : 7.85% p.a. Repayment Terms: Repayable in monthly equated installments | | |
| TOTAL | <u> </u> <u> </u> - | <u> </u> <u> </u> 6.47 |

Note 5. OTHER LONG TERM LIABILITIES

| ₹ in lakhs | | |
|--|---|---|
| Particulars | As at March 31, 2022 | As at March 31, 2021 |
| Security Deposit-The Indian Hume Pipe Co. Ltd. | 40.70 | 37.00 |
| TOTAL | <u> </u> <u> </u> 40.70 | <u> </u> <u> </u> 37.00 |

Note 6. LONG-TERM PROVISIONS

| ₹ in lakhs | | |
|----------------------------------|---|---|
| Particulars | As at March 31, 2022 | As at March 31, 2021 |
| Provision for Employee Benefits: | | |
| Gratuity | 9.87 | 8.34 |
| Leave Encashment | 3.91 | 3.27 |
| TOTAL | <u> </u> <u> </u> 13.78 | <u> </u> <u> </u> 11.60 |

Note 7. OTHER CURRENT LIABILITIES

| ₹ in lakhs | | |
|---|--|--|
| Particulars | As at March 31, 2022 | As at March 31, 2021 |
| Current maturities of Long Term Auto Loan | 6.47 | 12.20 |
| Unpaid dividends (appropriate amount shall be transferred to "Investor Education and Protection Fund" as and when due) | 86.25 | 88.21 |
| Others | | |
| For Statutory Dues | 3.71 | 1.96 |
| Outstanding lease rent | 50.42 | 47.83 |
| For Other Expenses | 4.41 | 5.14 |
| TOTAL | <u> </u> <u> </u> 151.26 | <u> </u> <u> </u> 155.34 |

NOTES TO ACCOUNTS FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022
Note 8 PROPERTY, PLANT & EQUIPMENT -AS ON 31.03.2022

₹ in lakhs

| Sr. No. | PARTICULARS | Gross Block | | | | Accumulated Depreciation | | | | Net Block | |
|--------------------------|---------------------------------------|---------------------|---------------------------|-----------------------------------|----------------------|--------------------------|----------------------------------|---------------------------|----------------------|----------------------|----------------------|
| | | As at April 1, 2021 | Additions during the Year | Sales/ adjustment during the year | As at March 31, 2022 | As at April 1, 2021 | Depreciation charge for the year | Adjustments On deductions | As at March 31, 2022 | As at March 31, 2022 | As at March 31, 2021 |
| TANGIBLE ASSETS | | | | | | | | | | | |
| 1 | Lease hold rights in Land & Building* | 0.11 | - | - | 0.11 | 0.07 | 0.00 | - | 0.08 | 0.03 | 0.04 |
| 2 | Computer Systems | 1.94 | 2.61 | - | 4.55 | 1.84 | 0.41 | - | 2.25 | 2.30 | 0.10 |
| 3 | Furniture & Fixtures | - | - | - | - | - | - | - | - | - | - |
| 4 | Vehicles | 82.89 | - | - | 82.89 | 63.68 | 6.00 | - | 69.68 | 13.22 | 19.22 |
| 5 | Office Equipment | - | - | - | - | - | - | - | - | - | - |
| A | TOTAL | 84.94 | 2.61 | - | 87.55 | 65.60 | 6.41 | - | 72.01 | 15.55 | 19.35 |
| INTANGIBLE ASSETS | | | | | | | | | | | |
| 1 | Computer Softwares | 1.00 | - | - | 1.00 | 0.96 | - | - | 0.96 | 0.04 | 0.04 |
| B | TOTAL | 1.00 | - | - | 1.00 | 0.96 | - | - | 0.96 | 0.04 | 0.04 |
| (A + B) | TOTAL | 85.94 | 2.61 | - | 88.55 | 66.55 | 6.41 | - | 72.97 | 15.58 | - |
| | Previous Year | 85.94 | - | - | 85.94 | 57.81 | 8.74 | - | 66.55 | - | 19.39 |

* The Company's application for assignment of lease from Walchand PeopleFirst Ltd (Formerly known as Walchand Capital Ltd.) in the name of the Company is pending with Mumbai Port Trust.

NOTES TO ACCOUNTS FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

Note 9. NON-CURRENT INVESTMENTS

₹ in lakhs

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|---|-------------------------|-------------------------|
| Other than Trade Investments (At Cost) | | |
| Investment in Equity instruments | 997.02 | 482.49 |
| Investments in Bonds & Debentures | 46.69 | 59.99 |
| Investments in Mutual Funds-Equity | 580.00 | 190.00 |
| Other non-current investments | | |
| Infrastructure Portfolio & Real Estate PMS | 1,658.46 | 1,548.81 |
| TOTAL | 3,282.17 | 2,281.29 |

₹ in lakhs

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|--|-------------------------|-------------------------|
| Aggregate amount of quoted investments (Market value of ₹ 61,075.98 Lakhs) (Previous Year ₹ 57,475.73 Lakhs) | 3,150.18 | 2,123.91 |
| Aggregate amount of unquoted investments | 131.99 | 157.38 |

DETAILS OF NON CURRENT INVESTMENTS

Details of other than Trade Investments (Long Term Investment)

₹ in lakhs

| Sr. No. | Name of the Body Corporate | Subsidiary / Associate / JV/ Controlled Entity / Others | No. of Shares / Units | | Quoted / Unquoted | Partly Paid / Fully paid | Amount | | Whether stated at Cost Yes / No |
|-----------|--|---|-----------------------|-----------|-------------------|--------------------------|-----------|-----------|---------------------------------|
| | | | 31-Mar-22 | 31-Mar-21 | | | 31-Mar-22 | 31-Mar-21 | |
| a | INVESTMENT IN EQUITY INSTRUMENTS | | | | | | | | |
| I | INVESTMENT IN SUBSIDIARY COMPANY | | | | | | | | |
| 1 | THE INDIAN HUME PIPE COMPANY LTD * | Subsidiary | 31934160 | 31934160 | Quoted | Fully Paid | 88.75 | 88.75 | Yes |
| II | INVESTMENT IN OTHER COMPANY | | | | | | | | |
| 1 | AXIS BANK LIMITED | Others | 1500 | - | Quoted | Fully Paid | 12.08 | - | Yes |
| 2 | BATA INDIA LTD | Others | - | 1000 | Quoted | Fully Paid | - | 13.46 | Yes |
| 3 | BSE LIMITED | Others | 2250 | - | Quoted | Fully Paid | 14.75 | - | Yes |
| 4 | CHOLAMANDALAM INVESTMENT AND FINANCE COMPANY LTD | Others | 2999 | 2999 | Quoted | Fully Paid | 9.13 | 9.13 | Yes |
| 5 | CMS INFO SYSTEMS LIMITED | Others | 4000 | - | Quoted | Fully Paid | 11.31 | - | Yes |
| 6 | DCB BANK LTD | Others | 7500 | 7500 | Quoted | Fully Paid | 17.99 | 17.99 | Yes |
| 7 | DIVI'S LABORATORIES LTD | Others | 300 | - | Quoted | Fully Paid | 12.19 | - | Yes |
| 8 | GLAND PHARMA LIMITED | Others | 500 | - | Quoted | Fully Paid | 13.97 | - | Yes |
| 9 | GREENPANEL INDUSTRIES LTD | Others | 3000 | - | Quoted | Fully Paid | 12.55 | - | Yes |
| 10 | HDFC BANK LTD | Others | 1600 | 2400 | Quoted | Fully Paid | 19.28 | 28.97 | Yes |
| 11 | HDFC LTD | Others | 400 | 400 | Quoted | Fully Paid | 8.95 | 8.95 | Yes |
| 12 | HDFC LIFE INSURANCE COMPANY LTD | Others | 5000 | 5000 | Quoted | Fully Paid | 22.69 | 22.69 | Yes |
| 13 | HEG LTD | Others | 1696 | 1696 | Quoted | Fully Paid | 54.76 | 54.76 | Yes |

NOTES TO ACCOUNTS FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

₹ in lakhs

| Sr. No. | Name of the Body Corporate | Subsidiary / Associate / JV/ Controlled Entity / Others | No. of Shares / Units | | Quoted / Unquoted | Partly Paid / Fully paid | Amount | | Whether stated at Cost Yes / No |
|---------|---|---|-----------------------|-----------|-------------------|--------------------------|---------------|---------------|---------------------------------|
| | | | 31-Mar-22 | 31-Mar-21 | | | 31-Mar-22 | 31-Mar-21 | |
| 14 | INDO COUNT INDUSTRIES LTD | Others | 5000 | - | Quoted | Fully Paid | 10.30 | - | Yes |
| 15 | ICICI BANK LTD | Others | 7000 | 5000 | Quoted | Fully Paid | 32.97 | 19.23 | Yes |
| 16 | ICICI SECURITIES LTD | Others | 3500 | 3500 | Quoted | Fully Paid | 8.13 | 8.13 | Yes |
| 17 | IIFL FINANCE LIMITED | Others | 3500 | - | Quoted | Fully Paid | 10.91 | - | Yes |
| 18 | INFOSYS LTD | Others | 1300 | 950 | Quoted | Fully Paid | 17.31 | 11.88 | Yes |
| 19 | KOPRAN LIMITED | Others | 2500 | - | Quoted | Fully Paid | 5.49 | - | Yes |
| 20 | KOTAK MAHINDRA BANK LTD | Others | 1600 | 2400 | Quoted | Fully Paid | 23.90 | 35.94 | Yes |
| 21 | MAHINDRA LOGISTIC LTD | Others | - | 3500 | Quoted | Fully Paid | - | 17.63 | Yes |
| 22 | MAHINDRA HOLIDAYS & RESORTS INDIA LTD | Others | 7500 | - | Quoted | Fully Paid | 13.01 | - | Yes |
| 23 | NEWGEN SOFTWARE TECH LTD | Others | 1500 | - | Quoted | Fully Paid | 9.73 | - | Yes |
| 24 | PAGE INDUSTRIES LTD | Others | 100 | 100 | Quoted | Fully Paid | 23.86 | 23.86 | Yes |
| 25 | QUESS CORP LTD | Others | - | 1500 | Quoted | Fully Paid | - | 9.20 | Yes |
| 26 | SUVEN PHARMACEUTICALS LTD | Others | 3600 | 3600 | Quoted | Fully Paid | 10.56 | 10.56 | Yes |
| 27 | SUPRIYA LIFESCIENCE LTD | Others | 2000 | - | Quoted | Fully Paid | 9.89 | - | Yes |
| 28 | TECH MAHINDRA LTD | Others | 1250 | 1250 | Quoted | Fully Paid | 10.19 | 10.19 | Yes |
| 29 | TECHOCRAFT INDUSTRIES LTD | Others | 2500 | 2500 | Quoted | Fully Paid | 9.34 | 9.34 | Yes |
| 30 | TCI EXPRESS LTD | Others | 1000 | 1000 | Quoted | Fully Paid | 6.84 | 6.84 | Yes |
| 31 | TEAMLEASE SERVICES LTD | Others | - | 500 | Quoted | Fully Paid | - | 14.44 | Yes |
| 32 | THE ANUP ENGINEERING LTD | Others | 2500 | 2500 | Quoted | Fully Paid | 14.25 | 14.25 | Yes |
| 33 | TATA CONSULTANCY SERVICES LTD | Others | 1400 | 900 | Quoted | Fully Paid | 25.74 | 9.71 | Yes |
| 34 | UNITED DRILLING TOOLS LTD | Others | 2000 | - | Quoted | Fully Paid | 9.64 | - | Yes |
| 35 | VIP INDUSTRIES LTD | Others | 4000 | 4000 | Quoted | Fully Paid | 18.15 | 18.15 | Yes |
| 36 | VARUN BEVERAGES LIMITED | Others | 2992 | 1995 | Quoted | Fully Paid | 18.44 | 18.44 | Yes |
| III | INVESTMENT IN ENAM PORTFOLIO ADVISORY SERVICES | | | | | | | | |
| 1 | ADITYA BIRLA FASHION AND RETAIL LTD | Others | 6800 | - | Quoted | Fully Paid | 14.74 | - | Yes |
| 2 | APL APOLLO TUBES LTD | Others | 2800 | - | Quoted | Fully Paid | 23.63 | - | Yes |
| 3 | APOLLO TRICOAT TUBES LTD | Others | 500 | - | Quoted | Fully Paid | 4.11 | - | Yes |
| 4 | AXIS BANK LTD | Others | 3800 | - | Quoted | Fully Paid | 29.31 | - | Yes |
| 5 | BAJAJ ELECTRICALS LTD | Others | 1775 | - | Quoted | Fully Paid | 20.29 | - | Yes |
| 6 | BALKRISHNA INDUSTRIES LTD | Others | 750 | - | Quoted | Fully Paid | 17.65 | - | Yes |
| 7 | CENTURY PLYBOARDS (INDIA) LTD | Others | 3275 | - | Quoted | Fully Paid | 13.54 | - | Yes |
| 8 | CROMPTON GREAVES CONSUMER ELECTRICAL LTD | Others | 3250 | - | Quoted | Fully Paid | 15.09 | - | Yes |
| 9 | DALMIA BHARAT LTD | Others | 875 | - | Quoted | Fully Paid | 16.92 | - | Yes |
| 10 | DIVI'S LABORATORIES LTD | Others | 625 | - | Quoted | Fully Paid | 29.38 | - | Yes |
| 11 | HDFC BANK LTD | Others | 900 | - | Quoted | Fully Paid | 13.72 | - | Yes |
| 12 | ICICI BANK LTD | Others | 4725 | - | Quoted | Fully Paid | 31.60 | - | Yes |
| 13 | INDO COUNT INDUSTRIES LTD | Others | 6850 | - | Quoted | Fully Paid | 15.07 | - | Yes |
| 14 | INDUSIND BANK LTD | Others | 2075 | - | Quoted | Fully Paid | 21.82 | - | Yes |
| 15 | KAJARIA CERAMICS LTD | Others | 1550 | - | Quoted | Fully Paid | 15.63 | - | Yes |
| 16 | KOTAK MAHINDRA BANK LTD | Others | 950 | - | Quoted | Fully Paid | 17.89 | - | Yes |
| 17 | MAHINDRA HOLIDAYS & RESORTS (I) LTD | Others | 10550 | - | Quoted | Fully Paid | 21.77 | - | Yes |
| 18 | TATA CONSUMER PRODUCTS LTD | Others | 1650 | - | Quoted | Fully Paid | 12.90 | - | Yes |
| 19 | TECH MAHINDRA LTD | Others | 1850 | - | Quoted | Fully Paid | 23.57 | - | Yes |
| 20 | UPL LTD | Others | 3650 | - | Quoted | Fully Paid | 29.51 | - | Yes |
| 21 | VARUN BEVERAGES LTD | Others | 2875 | - | Quoted | Fully Paid | 21.79 | - | Yes |
| | TOTAL a | | | | | | 997.02 | 482.49 | |

NOTES TO ACCOUNTS FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

₹ in lakhs

| Sr. No. | Name of the Body Corporate | Subsidiary / Associate / JV/ Controlled Entity / Others | No. of Shares / Units | | Quoted / Unquoted | Partly Paid / Fully paid | Amount | | Whether stated at Cost Yes / No |
|----------|---|---|-----------------------|------------|-------------------|--------------------------|---------------|---------------|---------------------------------|
| | | | 31-Mar-22 | 31-Mar-21 | | | 31-Mar-22 | 31-Mar-21 | |
| b | Investments in Mutual Funds | | | | | | | | |
| 1 | ADITYA BIRLA SUN LIFE MULTICAP FUND REGULAR PLAN GROWTH | Others | 749962.502 | - | Quoted | Fully Paid | 75.00 | - | Yes |
| 2 | AXIS BLUECHIP FUND REGULAR GROWTH | Others | 99522.269 | - | Quoted | Fully Paid | 40.00 | - | Yes |
| 3 | AXIS MID CAP FUND REGULAR GROWTH | Others | 51428.939 | - | Quoted | Fully Paid | 30.00 | - | Yes |
| 4 | CANARA ROBECO BLUE CHIP EQUITY FUND GROWTH | Others | 110096.339 | - | Quoted | Fully Paid | 40.00 | - | Yes |
| 5 | ICICI PRUDENTIAL FLEXICAP FUND GROWTH | Others | 499975.001 | - | Quoted | Fully Paid | 50.00 | - | Yes |
| 6 | INVESCO INDIA CONTRA FUND - GROWTH | Others | 216919.740 | 216919.740 | Quoted | Fully Paid | 100.00 | 100.00 | Yes |
| 7 | KOTAK EMERGING EQUITY FUND GROWTH | Others | 65083.963 | - | Quoted | Fully Paid | 40.00 | - | Yes |
| 8 | KOTAK MULTICAP FUND REGULAR PLAN GROWTH | Others | 499975.001 | - | Quoted | Fully Paid | 50.00 | - | Yes |
| 9 | MIRAE ASSET MID CAP FUND REGULAR PLAN GROWTH | Others | 583095.110 | - | Quoted | Fully Paid | 105.00 | - | Yes |
| 10 | TATA HYBRID EQUITY FUND REGULAR GROWTH (FORMERLY KNOWN AS TATA BALANCED FUND REGULAR PLAN GROWTH) | Others | - | 23328.920 | Quoted | Fully Paid | - | 40.00 | Yes |
| 11 | TATA MULTICAP FUND REGULAR PLAN GROWTH | Others | 500000.000 | 500000.000 | Quoted | Fully Paid | 50.00 | 50.00 | Yes |
| | TOTAL b | | | | | | 580.00 | 190.00 | |
| c | Investments in bonds & debentures | | | | | | | | |
| 1 | POWER FINANCE CORPORATION LTD TAX FREE BONDS @ 8.20% | Others | - | 712 | Quoted | Fully Paid | - | 7.12 | Yes |
| 2 | POWER FINANCE CORPORATION LTD TAX FREE BONDS @ 7.19% | Others | 1000 | 1000 | Quoted | Fully Paid | 10.00 | 10.00 | Yes |
| 3 | NATIONAL HIGHWAY AUTHORITY OF INDIA TAX FREE BONDS @ 8.20% | Others | - | 618 | Quoted | Fully Paid | - | 6.18 | Yes |
| 4 | NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT TAX FREE BONDS @ 7.35% | Others | 250 | 250 | Quoted | Fully Paid | 2.50 | 2.50 | Yes |
| 5 | NTPC LIMITED TAX FREE BONDS @ 7.28% | Others | 125 | 125 | Quoted | Fully Paid | 1.25 | 1.25 | Yes |
| 6 | HOUSING AND URBAN DEVELOPMENT CORPORATION LTD TAX FREE BONDS @ 7.34% | Others | 1000 | 1000 | Quoted | Fully Paid | 10.00 | 10.00 | Yes |
| 7 | INDIAN RAILWAY FINANCE CORPORATION LTD TAX FREE BONDS @ 7.35 % | Others | 294 | 294 | Quoted | Fully Paid | 2.94 | 2.94 | Yes |
| 8 | RURAL ELECTRIFICATION CORPORATION LTD TAX FREE BONDS @ 7.22% | Others | 1000 | 1000 | Quoted | Fully Paid | 10.00 | 10.00 | Yes |
| 9 | RURAL ELECTRIFICATION CORPORATION LTD TAX FREE BONDS @ 8.01% | Others | 1000 | 1000 | Quoted | Fully Paid | 10.00 | 10.00 | Yes |
| | TOTAL c | | | | | | 46.69 | 59.99 | |
| d | Other non-current investments | | | | | | | | |
| | Real Estate Portfolio Management Services | | | | | | | | |
| 1 | INDIAREIT FUND SCHEME V | Others | - | - | Unquoted | N.A | 60.81 | 62.49 | Yes |
| | INFRASTRUCTURE PORTFOLIO & PMS | | | | | | | | |
| 1 | IDFC HYBRID INFRASTRUCTURE PORTFOLIO | Others | - | - | Unquoted | N.A | 5.92 | 5.92 | Yes |
| 2 | INDIA REALTY EXCELLENCE FUND III | Others | - | - | Unquoted | N.A | 65.26 | 88.96 | Yes |
| | TOTAL d | | | | | | 131.99 | 157.38 | |

NOTES TO ACCOUNTS FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

₹ in lakhs

| Sr. No. | Name of the Body Corporate | Subsidiary / Associate / JV/ Controlled Entity / Others | No. of Shares / Units | | Quoted / Unquoted | Partly Paid / Fully paid | Amount | | Whether stated at Cost Yes /No |
|----------|--|---|-----------------------|--------------|-------------------|--------------------------|-----------------|-----------|--------------------------------|
| | | | 31-Mar-22 | 31-Mar-21 | | | 31-Mar-22 | 31-Mar-21 | |
| e | PMS & AIF | | | | | | | | |
| 1 | ASK INVESTMENT MANAGERS PVT LTD (INDIAN ENTREPRENEUR PORTFOLIO) | Others | - | - | Quoted | Fully Paid | 359.28 | 241.50 | Yes |
| 2 | IIFL MULTICAP PMS | Others | - | - | Quoted | Fully Paid | 486.33 | 98.66 | Yes |
| 3 | MOTILAL OSWAL MANAGEMENT COMPANY LIMITED (NEXT TRILLION DOLLAR OPPORTUNITY STRATEGY) | Others | - | - | Quoted | Fully Paid | 189.27 | 187.94 | Yes |
| 4 | MOTILAL OSWAL MANAGEMENT COMPANY LIMITED (IOP V2) | Others | - | - | Quoted | Fully Paid | 191.60 | 143.27 | Yes |
| 5 | MOTILAL OSWAL FOCUSED MULTICAP OPPORTUNITIES FUND -AIF | Others | - | 2275467.5410 | Quoted | Fully Paid | - | 246.55 | Yes |
| 6 | MOTILAL OSWAL FOCUSED EMERGENCE FUND - AIF | Others | - | 1799371.6580 | Quoted | Fully Paid | - | 173.51 | Yes |
| 7 | ABAKKUS GROWTH FUND - 1 - AIF | Others | 18629.6426 | 18629.6426 | Quoted | Fully Paid | 200.00 | 200.00 | Yes |
| 8 | ABAKKUS EMERGING OPPORTUNITIES FUND - 1 - AIF | Others | 7507.2116 | 7507.2116 | Quoted | Fully Paid | 100.00 | 100.00 | Yes |
| | TOTAL e | | | | | | 1,526.48 | 1,391.43 | |
| | GROSS TOTAL (a+b+c+d+e) | | | | | | 3,282.17 | 2,281.29 | |

Note: * 9086504 (P. Y. Nil) Shares Pledged with SBICAP Trustee Company Ltd for working capital loan taken by The Indian Hume Pipe Company Ltd. (Subsidiary Company)

Note 10. DEFERRED TAX ASSETS

₹ in lakhs

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|---|-------------------------|-------------------------|
| Deferred Tax Liability | | |
| Excess of net block of Property, Plant & Equipment as per books of accounts over net block for tax purpose | - | - |
| Deferred Tax Asset | | |
| Provision for Doubtful Debts | 47.07 | 47.07 |
| Provision for Employee benefits | 3.47 | 2.92 |
| Excess of net block of Property, Plant & Equipment as per tax purpose over net block as per books of accounts | 5.30 | 5.37 |
| | 55.83 | 55.36 |
| Deffered Tax (Liabilities) / Asset (Net) | 55.83 | 55.36 |

NOTES TO ACCOUNTS FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

Note 11. OTHER NON CURRENT ASSETS

₹ in lakhs

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|----------------------------|-------------------------|-------------------------|
| Security Deposits | | |
| Unsecured, considered good | 2.29 | 2.34 |
| TOTAL | <u>2.29</u> | <u>2.34</u> |

Note 12. CURRENT INVESTMENTS/ STOCK IN TRADE

₹ in lakhs

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|---|-------------------------|-------------------------|
| (At cost or Market Value whichever is less) | | |
| Investments in Mutual Funds | 1,860.00 | 2,500.00 |
| TOTAL | <u>1,860.00</u> | <u>2,500.00</u> |

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|---|-------------------------|-------------------------|
| Aggregate amount of quoted investments (Market Value ₹ 1,877.78 Lakhs) (Previous Year ₹ 2,506.82 Lakhs) | 1,860.00 | 2,500.00 |

DETAILS OF CURRENT INVESTMENTS

Details of Investments

₹ in lakhs

| Sr. No. | Name of the Body Corporate | Subsidiary / Associate / JV/ Controlled Entity / Others | No. of Shares / Units | | Quoted / Unquoted | Partly Paid / Fully paid | Amount | | Whether stated at Cost OR Market Price Which is Lower Yes / No |
|---|---|---|-----------------------|-------------|-------------------|--------------------------|-----------------|-----------------|--|
| | | | 31-Mar-22 | 31-Mar-21 | | | 31-Mar-22 | 31-Mar-21 | |
| Other than Trade Investments in Mutual Funds | | | | | | | | | |
| 1 | AXIS LIQUID FUND GROWTH | Others | - | 33062.657 | Quoted | Fully Paid | - | 750.00 | Yes |
| 2 | IDFC LOW DURATION FUND GROWTH | Others | 3090103.339 | 3320030.421 | Quoted | Fully Paid | 960.00 | 1,000.00 | Yes |
| 3 | KOTAK LIQUID FUND GROWTH | Others | - | 18143.113 | Quoted | Fully Paid | - | 750.00 | Yes |
| 4 | TATA TREASURY ADVANTAGE FUND REGULAR PLAN GROWTH | Others | 28455.269 | - | Quoted | Fully Paid | 900.00 | - | Yes |
| 5 | NIP ETF LIQUID BeES (FROMERLY KNOWN AS REL ETF LIQUID BeES) | Others | 0.088 | 0.088 | Quoted | Fully Paid | 0.00 | 0.00 | Yes |
| GROSS TOTAL | | | | | | | 1,860.00 | 2,500.00 | |

NOTES TO ACCOUNTS FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

13 - TRADE RECEIVABLES

₹ in lakhs

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|---|-------------------------|-------------------------|
| Secured, considered good | - | - |
| Unsecured, considered good | 186.99 | 186.99 |
| Doubtful | | |
| Less : Allowance for bad and doubtful debts | (186.99) | (186.99) |
| | <u>-</u> | <u>-</u> |

Ageing Schedule for F. Y. 2021-22

| Particulars | Less than 6 months | 6 months - 1 year | 1-2 years | 2-3 years | More than 3 years | Total |
|--|--------------------|-------------------|-----------|-----------|-------------------|----------|
| Undisputed Trade Receivables – considered good | - | - | - | - | - | - |
| Undisputed Trade Receivables – considered doubtful | - | - | - | - | - | - |
| Disputed Trade Receivables – considered good | - | - | - | - | 186.99 | 186.99 |
| Disputed Trade Receivables – considered doubtful | - | - | - | - | - | - |
| Sub Total | | | | | | |
| Less : Allowance for bad and doubtful debts | - | - | - | - | (186.99) | (186.99) |
| Add: Unbilled revenue | | | | | | - |
| Total | - | - | - | - | - | - |

Ageing Schedule for F. Y. 2020-21

| Particulars | Less than 6 months | 6 months - 1 year | 1-2 years | 2-3 years | More than 3 years | Total |
|--|--------------------|-------------------|-----------|-----------|-------------------|----------|
| Undisputed Trade Receivables – considered good | - | - | - | - | - | - |
| Undisputed Trade Receivables – considered doubtful | - | - | - | - | - | - |
| Disputed Trade Receivables – considered good | - | - | - | - | 186.99 | 186.99 |
| Disputed Trade Receivables – considered doubtful | - | - | - | - | - | - |
| Sub Total | | | | | | |
| Less : Allowance for bad and doubtful debts | - | - | - | - | (186.99) | (186.99) |
| Add: Unbilled revenue | | | | | | - |
| Total | - | - | - | - | - | - |

Note 14. CASH AND BANK BALANCES

₹ in lakhs

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|----------------------------------|-------------------------|-------------------------|
| CASH AND CASH EQUIVALENTS | | |
| Balances with Banks | | |
| In Current A/c | 16.83 | 13.81 |
| In Fixed Deposits with Bank | - | 185.00 |
| | <u>16.83</u> | <u>198.81</u> |
| Cash on Hand | 0.26 | 0.26 |
| Other Bank Balances | | |
| Unpaid Dividend A/c | 86.25 | 88.21 |
| TOTAL | <u>103.34</u> | <u>287.28</u> |

NOTES TO ACCOUNTS FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

Note 15. OTHER CURRENT ASSETS

₹ in lakhs

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|---|-------------------------|-------------------------|
| Unsecured, Considered Good | | |
| Accrued Interest on Bonds | 0.91 | 2.11 |
| Amount receivable from PMS | 4.18 | 3.52 |
| Interest receivable from PMS | 4.09 | 5.75 |
| Dividend receivable from PMS | 0.01 | - |
| Other Receivables | 10.25 | 0.62 |
| Advance payment of Taxes (Net off Provisions) | 75.95 | 66.37 |
| Prepaid expenses | 2.27 | 3.56 |
| TOTAL | 97.66 | 81.93 |

Note 16. REVENUE FROM OPERATIONS

₹ in lakhs

| Particulars | Year Ended March 31, 2022 | Year Ended March 31, 2021 |
|---|------------------------------|------------------------------|
| Sale of Securities (Refer Annexure I) | 4,357.60 | - |
| Dividend Income | | |
| Income from Long Term Investments. (Gross) | | |
| Equity shares (Subsidiary Company) | 638.68 | 638.68 |
| On Equity Shares & Mutual Funds/pms | 17.69 | 7.92 |
| Net gain/(loss) on sale of AIF | 49.52 | - |
| Net gain/(loss) on sale of Long Term investments | 157.32 | 14.56 |
| Net gain/(loss) on sale of Short Term investments | (10.64) | 2.82 |
| Interest Income | | |
| Interest on Bank Fixed Deposit | 0.50 | 88.51 |
| Interest (Debentures / PMS) | 11.13 | 13.11 |
| Interest (Taxfree Bonds) | 4.37 | 4.55 |
| Other Interest | - | - |
| TOTAL | 5,226.17 | 770.15 |

Note 17. OTHER INCOME

₹ in lakhs

| Particulars | Year Ended March 31, 2022 | Year Ended March 31, 2021 |
|---------------|------------------------------|------------------------------|
| Rental Income | 121.17 | 111.00 |
| Other Income | 0.23 | 0.43 |
| Misc. Income | 0.23 | 0.15 |
| TOTAL | 121.63 | 111.57 |

NOTES TO ACCOUNTS FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

Note 18. COST OF SECURITIES SOLD

| | ₹ in lakhs | |
|--|--------------------------------------|------------------------------|
| Particulars | Year Ended March 31, 2022 | Year Ended March 31, 2021 |
| Opening stock | 2,500.00 | 0.00 |
| Add Purchases (Refer Annexure I) | <u>3,660.00</u> | <u>2,500.00</u> |
| TOTAL | 6,160.00 | 2,500.00 |
| Less Diminution in Value of investment | - | - |
| Closing Stock (Refer Annexure I) | <u>(1,860.00)</u> | <u>(2,500.00)</u> |
| TOTAL | <u>4,300.00</u> | <u>-</u> |

Note 19. EMPLOYEE BENEFIT EXPENSES

| | ₹ in lakhs | |
|--|--------------------------------------|------------------------------|
| Particulars | Year Ended March 31, 2022 | Year Ended March 31, 2021 |
| Salaries and allowances | 22.49 | 18.46 |
| Contributions to -Provident Fund & Others | | |
| Contribution to Provident Fund | 1.36 | 1.28 |
| Gratuity | 1.53 | 0.44 |
| Staff Welfare | 0.51 | 0.46 |
| TOTAL | <u>25.89</u> | <u>20.64</u> |

Note 20. OTHER EXPENSES

| | ₹ in lakhs | |
|-----------------------------------|--------------------------------------|------------------------------|
| Particulars | Year Ended March 31, 2022 | Year Ended March 31, 2021 |
| Postage & Telephone | 0.81 | 0.61 |
| Motor Car expenses | 5.28 | 6.09 |
| Directors' sitting fees | 5.25 | 5.25 |
| Insurance-Bldg. | 0.23 | 0.24 |
| Rates and Taxes | 0.03 | 0.03 |
| Auditors' Remuneration: | | |
| Audit Fees-statutory | 0.70 | 0.70 |
| Audit Fees-consol | 0.30 | 0.30 |
| Audit Fees-GST | 0.25 | 0.25 |
| Tax Audit Fees | 0.25 | 0.25 |
| Certification Fees | 0.15 | 0.15 |
| Printing & Stationery | 1.15 | 1.16 |
| Lease Rent | 2.59 | 2.59 |
| Legal and Professional | 3.86 | 4.14 |
| PMS Expenses. | 3.00 | 2.90 |
| Building Maintenance Expenses. | 26.88 | 6.06 |
| Portfolio Management Service Fees | 51.09 | 25.01 |
| GST expense | 3.92 | - |
| Miscellaneous Expenses | 4.17 | 4.00 |
| TOTAL | <u>109.92</u> | <u>59.73</u> |

NOTES TO ACCOUNTS FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

NOTE 21. FINANCIAL RATIOS FOR THE FINANCIAL YEAR ENDED 31.03.2022

| Particulars | Numerator | Denominator | Ratio 2021-22 | Ratio - 2020-21 | % Variance | Explanation for Variance above 25% |
|---|---|---|------------------|--------------------|---------------|--|
| Current Ratio (In times) | Total current assets | Total current liabilities | 13.63 | 18.47 | -4.84 | N.A. |
| Debt-Equity Ratio (In times) | Debts consisting of borrowings and lease liabilities | Total equity | 0.0012 | 0.0037 | -0.00 | N.A. |
| Debt Service Coverage Ratio (In times) | Earning for Debt service=Net Profit after taxes+ Non-cash operating expenses + Interest+ other non-cash adjustments | Debt service= Interest and lease payments + Principal payments | 243.09 | 171.48 | 71.61 | Due to Increase in Net Profit and decrease in Debt service during the F.Y. 2021-22 |
| Return on Equity Ratio (in %) | Profit for the year less preference dividend (if any) | Average Total equity | 0.17 | 0.15 | 0.02 | N.A. |
| Inventory Turnover ratio | Cost of goods sold OR sales | Average Inventory | NA | NA | | N.A. |
| Trade receivables turnover ratio (in times) | Revenue from operations | Average trade receivables | NA | NA | | N.A. |
| Trade payables turnover ratio (in times) | Other Expenses + Lease Payments + Staff welfare exp | Average trade payables - (Opening + Closing)/2 | 2.07 | 1.16 | 0.91 | N.A. |
| Net Capital turnover ratio (in times) | Revenue from operations | Average working capital (i.e Total current assets less Total current liabilities) | 2.74 | 0.28 | 2.45 | N.A. |
| Net profit ratio (in %) | Profit for the year | Revenue from operations | 17% | 99% | -0.82 | N.A. |
| Return on capital employed (in %) | Profit before tax and finance costs | Capital Employed = Networth + lease liabilities + Deferred tax liabilities | 17% | 16% | 0.02 | N.A. |
| Return of FD Investment | Income from FD | Average FD | 1% | 7% | -0.06 | N.A. |
| Return on Bond Investments | Income from Bonds | Average Bonds | 8% | 8% | 0.01 | N.A. |

NOTES TO ACCOUNTS FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

II. NOTES TO & FORMING PART OF ACCOUNTS

22. TRADE RECEIVABLE

An amount of ₹ 186.99 Lakhs [Previous Year ₹ 186.99 Lakhs (Net of ₹ 14.76 Lakhs received till date)] is outstanding as receivable in respect of commodity trading transactions done on National Spot Exchange Limited (NSE). The Company has joined as an intervening party in a Representative Suit filed by Modern India Limited and others in the Honorable Bombay High Court for recovery of the same. Special Leave Petition filed by 63 Moons and others heard by Supreme Court and disposed during the Month of April 2019. Supreme Court has set aside the merger order passed by Union of India and order of Bombay High Court, upholding merger of NSEL with 63 Moons.

Since Merger order has been set aside, representative suit filed by Modern India Limited may come up for hearing at Bombay High Court.

Further various decrees have been passed by the High Court of Bombay against defaulters including sale of commodities and assets for recovery of dues and the same is also in process. Various agencies including Economic Offences Wing and Enforcement Directorate are also in process of liquidating assets of defaulters. In view of the uncertainties involved in making any reliable estimate of amount recoverable, provision if any will be considered at an appropriate time on the basis of resultant outcome, and hence, the same is shown as good.

However, the Company has provided for ₹ 186.99 Lakhs- upto 31.03.2022 (Previous year ₹ 186.99 Lakhs) as 'Provision for doubtful debts' on conservative basis.

23. **COMMITMENT ON CAPITAL ACCOUNT:** ₹ Nil (Previous year ₹ Nil)

24. **DIVIDENDS:** The final dividend on shares is recorded as a liability on the date of approval by the shareholders.

25. CONTINGENT LIABILITIES

- Rates and Taxes as and when payable to Local Authorities- amount unascertainable.
- The management believes that the outcome of any pending litigations will not have a material adverse effect on the Company's financial position and the results of operations.

26. The Company is registered with Reserve Bank of India, as a Non-Banking Finance Company and has carried out Non-Banking Financial Activities during the year.

27. Additional information pursuant to paragraph 13 of Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007 is given in Annexure-II.

28. Segment Reporting as per Accounting Standard 17 "Information about business segments" given below.

Segment Reporting

Segment Information For the year ended 31st March, 2022.

₹ in Lakhs

| | INVESTMENT ACTIVITY | | RENTAL ACTIVITY | | UNALLOCATED | | TOTAL | |
|---|---------------------|---------------|-----------------|---------------|-------------|-------------|---------------|---------------|
| | 2021-2022 | 2020-2021 | 2021-2022 | 2020-2021 | 2021-2022 | 2020-2021 | 2021-2022 | 2020-2021 |
| REVENUE | | | | | | | | |
| External Revenue | 5,226.17 | 770.15 | 121.17 | 111.00 | 0.46 | 0.58 | 5,347.80 | 881.72 |
| RESULTS | | | | | | | | |
| Segment results- before Tax | 812.61 | 688.00 | 91.47 | 102.11 | 0.46 | 0.58 | 904.54 | 790.69 |
| Unallocated Expenditure net of un-allocated Income | - | - | - | - | | | - | - |
| Operating Profit before Tax | 812.61 | 688.00 | 91.47 | 102.11 | 0.46 | 0.58 | 904.54 | 790.69 |
| Interest Expenses | - | - | - | - | | | - | - |
| Interest/dividend income net off loss On sale of investment | - | - | - | - | | | - | - |
| Profit on sale of Fixed Assets & Investments | - | - | - | - | - | - | - | - |
| Provision for taxation for the year | 9.70 | 7.46 | 22.83 | 19.55 | - | - | 32.52 | 27.01 |
| Profit after taxation but before exceptional item / Prior Period | 802.92 | 680.54 | 68.64 | 82.55 | 0.46 | 0.58 | 872.02 | 763.67 |
| Add: Prior Period Items | - | - | - | - | - | - | - | - |
| Net Profit | 802.92 | 680.54 | 68.64 | 82.55 | 0.46 | 0.58 | 872.02 | 763.67 |

NOTES TO ACCOUNTS FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

₹ in Lakhs

| | INVESTMENT ACTIVITY | | RENTAL ACTIVITY | | UNALLOCATED | | TOTAL | |
|---|---------------------|-----------|-----------------|-----------|-------------|-----------|-----------------|-----------|
| | 2021-2022 | 2020-2021 | 2021-2022 | 2020-2021 | 2021-2022 | 2020-2021 | 2021-2022 | 2020-2021 |
| OTHER INFORMATION | | | | | | | | |
| Segment Assets | 5,415.06 | 5,225.74 | 0.26 | 0.27 | | - | 5,415.31 | 5,226.01 |
| Unallocated Corporate Assets | - | - | - | - | 1.57 | 1.57 | 1.57 | 1.57 |
| TOTAL ASSETS | 5,415.06 | 5,225.74 | 0.26 | 0.27 | 1.57 | 1.57 | 5,416.88 | 5,227.58 |
| Segment Liabilities | 155.31 | 162.58 | 50.42 | 47.83 | - | - | 205.73 | 210.41 |
| Unallocated Corporate Liabilities | - | - | - | - | - | - | - | - |
| TOTAL LIABILITIES | 155.31 | 162.58 | 50.42 | 47.83 | - | - | 205.73 | 210.41 |
| Capital Expenditure | | - | - | - | - | - | - | - |
| Depreciation-Segment | 6.41 | 8.74 | 0.00 | 0.00 | - | - | 6.41 | 8.74 |
| Non Cash Expenses other than depreciation | - | - | - | - | | | - | - |

NOTES:

1. BUSINESS SEGMENTS

The management has identified two reportable business segment (as primary segment)

a) Investment Activity, b) Rental Activity.

2. The segments have been identified and reported on the basis of nature of activity.

3. There are no inter segment transactions.

4. The operations of the Company are carried in India / domestic hence the Company does not have any Geographical Segment.

29. EARNING PER SHARE:

| | 2021-2022 | 2020-2021 |
|--|-----------------|-----------|
| Weighted average number of shares At the beginning and end of the year | 5,69,782 | 5,69,782 |
| Net profit after tax available for Equity shareholders (₹ in Lakhs) | 872.02 | 763.77 |
| Basic and Diluted earning per share ₹ | 153.04 | 134.43 |

30. Related party disclosure, as required by AS 18:

A. Name of the party and relationship

- i) Ratanchand Investment Private Limited : Holding Company
(Holding 86.49% in Equity)
(Previous Year holding 86.49%)
- ii) The Indian Hume Pipe Company Limited : Subsidiary Company
(Holding 65.92% in Equity)
(Previous Year holding 65.92%)
(9086504 (P. Y. Nil) Shares Pledged with SBICAP Trustee Company Ltd for working capital loan taken by The Indian Hume Pipe Company Ltd)
- iii) Companies in which control Exists directly / indirectly : 1) Ratanchand Investment Private Limited
2) Mobile Systems India Pvt. Limited.
3) Raj Jyoti Trading & Investment Pvt. Limited.
4) Ratanchand Hirachand Foundation.
5) Walchand Hirachand Foundation.
6) Smt Pramila Shantilal Shah Charity Foundation.
- iv) Mr. Rajas R. Doshi (Chairman & Director) : Key Management Personnel
- v) Ms. Jyoti R. Doshi (Director) : Relative of Key Management Personnel
- vi) Mr. Mayur R. Doshi (Director) : Relative of Key Management Personnel
- vii) Mr. Aditya R. Doshi : Relative of Key Management Personnel

NOTES TO ACCOUNTS FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

B. Nature of Transactions:

Following transactions were carried out during the year with the related parties in the ordinary course of business:

| (₹ in Lakhs) | | | | |
|---|-----------------|--------------------|--------------------------|-----------------|
| Particulars | Holding Company | Subsidiary Company | Key Management Personnel | Relative of KMP |
| Dividend Paid | 586.46 | ----- | 40.31 | 7.02 |
| (Previous year) | (561.81) | (---- | (38.62) | (6.72) |
| Dividend received | ----- | 638.68 | ----- | ----- |
| (Previous year) | (---- | (638.68) | (---- | (---- |
| Rent received | ----- | 121.17 | ----- | ----- |
| (Previous year) | (---- | (111.00) | (---- | (---- |
| Reimbursement of Common Service Charges & other expenses | ----- | 10.85 | ----- | ----- |
| (Previous year) | (---- | (0.24) | (---- | (---- |
| Service charges paid (Net of 18% GST) | ---- | 2.20 | ---- | ---- |
| (Previous year) | (---- | (2.20) | (---- | (---- |
| Directors Sitting Fees | ----- | ----- | 1.25 | 2.25 |
| (Previous year) | (---- | (---- | (1.25) | (2.25) |
| Security Deposit Received | ----- | 3.70 | ----- | ----- |
| (Previous year) | (---- | (.....) | (---- | (---- |

C. Balance as at year end

| (₹ in Lakhs) | | | | |
|--------------------------|-----------------|--------------------|--------------------------|-----------------|
| Particulars | Holding Company | Subsidiary Company | Key Management Personnel | Relative of KMP |
| Security Deposit | - | 40.70 | - | - |
| | (-) | (37.00) | (-) | (-) |
| Investments | - | 88.75 | - | - |
| | (-) | (88.75) | (-) | (-) |
| Other Receivables | - | 10,25 | - | - |
| | (-) | (-) | (-) | (-) |

NOTES TO ACCOUNTS FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022**31. Micro, Small and Medium Enterprises :**

Disclosure required by Micro, Small and Medium Enterprises (Development) Act, 2006.

As per requirement of Section of 22 of Micro, Small & Medium Enterprises Development Act, 2006 following information is disclosed:

| S. No | Particulars | Current Year ₹ | Previous Year ₹ |
|-------|--|-------------------|--------------------|
| (i) | Principal amount remaining unpaid to any supplier as at the end of each accounting year. | Nil | Nil |
| (ii) | Interest due on (i) above remaining unpaid | Nil | Nil |
| (iii) | Amounts paid beyond the appointed day during the accounting year | Nil | Nil |
| (iv) | Interest paid on (iii) above | Nil | Nil |
| (v) | Interest due and payable on (iii) above | Nil | Nil |
| (vi) | Interest accrued and remaining unpaid at the end of the accounting year | Nil | Nil |
| (vii) | Interest remaining unpaid of the previous years for the purpose of disallowance under the Income Tax Act, 1961 | Nil | Nil |

The above information regarding Micro, Small and Medium Enterprises has been determined to the extent such parties have been identified on the basis of information available with the Company. This has been relied upon by the auditors.

32. In the Opinion of the Board, Current assets, loans and advances are approximately of the value stated, if realized in the ordinary course of business.

33. Figures of the previous years have been regrouped and rearranged wherever necessary.

34. Additional Regulatory Information required by Schedule III**(i) Wilful Defaulter**

The Company has not been declared wilful defaulter by any bank or financial institutions or government or any government authority.

(ii) Relationship with struck off Companies

The Company has no transactions with the companies struck off under the Companies Act, 2013.

(iii) Details of benami property held

No proceedings have been initiated on or are pending against the Company for holding benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and Rules made thereunder.

(iv) Compliance with number of layers of companies

The Company has complied with the number of layers prescribed under the Companies Act, 2013.

(v) Compliance with approved scheme(s) of arrangements

The Company has not entered any scheme of arrangement which has an accounting impact on current or previous financial year.

(vi) Utilisation of Borrowed funds and Share premium

No funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds by the Company to or in any other person or entity, including foreign entities ("Intermediaries") with the understanding, whether recorded in writing or otherwise, that the Intermediary shall lend or invest in party identified by or on behalf of the Company (Ultimate Beneficiaries). The Company has not received any fund from any party (Funding Party) with the understanding that the Company shall whether, directly or indirectly lend or invest in other persons or entities identified by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(vii) Undisclosed Income

There is no income surrendered or disclosed as income during the current or previous year in the tax assessments under the Income Tax Act, 1961, that has not been recorded in the books of account.

(viii) Details of crypto currency or virtual currency

The Company has not traded or invested in crypto currency or virtual currency during the current or previous year.

NOTES TO ACCOUNTS FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022**(ix) Revaluation of property, plant and equipment and intangible asset**

The Company has not revalued its property, plant and equipment or intangible assets during the current or previous year.

(x) Registration of charges or satisfaction with Registrar of Companies

There are no charges or satisfaction which are yet to be registered with the Registrar of Companies beyond the statutory period.

In terms of our report of even date
For K. S. Aiyar & Co
Chartered Accountants
ICAI Firm Registration No. 100186W

Sachin A. Negandhi
Partner
Membership No. 112888

Place: Mumbai
Date: 30.06.2022

For and on behalf of the Board of Directors of IHP Finvest Limited
RAJAS R. DOSHI DIN 00050594 Chairman

JYOTI R. DOSHI DIN 00095732
MAYUR R. DOSHI DIN 00250358 } Directors

Place: Mumbai
Date: 30.06.2022

NOTES TO ACCOUNTS FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

ANNEXURE I
ADDITIONAL INFORMATION PURSUANT TO THE PROVISIONS OF PARAGRAPH 2 OF PART II OF SCHEDULE III TO THE COMPANIES ACT, 2013.
01-04-2021 TO 31-03-2022

(₹ in Lakhs)

| Sr. No. | MUTUAL FUNDS | OPENING-1.4.2021 | | PURCHASE | | SALE | | CLOSING STOCK-31.3.22 | | MARKET VALUE | LOWER OF THE COST OR MARKET VALUE |
|---------|---|------------------|-----------------|-------------|-----------------|-------------|-----------------|-----------------------|-----------------|-----------------|-----------------------------------|
| | | UNITS | AMOUNT ₹ | UNITS | AMOUNT ₹ | UNITS | AMOUNT ₹ | UNITS | AMOUNT ₹ | | |
| 1 | AXIS LIQUID FUND GROWTH | 33062.657 | 750.00 | - | - | 33062.657 | 759.06 | - | - | - | - |
| 2 | IDFC LOW DURATION FUND GROWTH | 3320030.421 | 1,000.00 | 6004153.982 | 1,860.00 | 6234081.064 | 1,928.99 | 3090103.339 | 960.00 | 968.97 | 960.00 |
| 3 | KOTAK LIQUID FUND GROWTH | 18143.113 | 750.00 | - | - | 18143.113 | 764.80 | - | - | - | - |
| 4 | TATA TREASURY ADVANTAGE FUND REGULAR PLAN GROWTH | - | - | 57077.984 | 1,800.00 | 28622.715 | 904.74 | 28455.269 | 900.00 | 908.80 | 900.00 |
| 5 | NIP ETF LIQUID BeES (FORMERLY KNOWN AS REL ETF LIQUID BeES) | 0.0880 | 0.00 | - | - | - | - | 0.088 | 0.00 | 0.00 | 0.00 |
| | TOTAL | | 2,500.00 | | 3,660.00 | | 4,357.60 | | 1,860.00 | 1,877.78 | 1,860.00 |

NOTES TO ACCOUNTS FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022
ANNEXURE II

Schedule to the Balance Sheet of a Non Deposit taking Non-Banking Financial Company [As required in terms of paragraph 13 of Non-Banking Financial (Non - Deposit accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007]

(₹ in Lakhs)

| PARTICULARS | | ₹ | ₹ |
|---|--|---------------------------|-----------------------|
| 1 | Liabilities side: | | |
| | Loans and advances availed by NBFCs inclusive of interest accrued thereon but not paid. | | |
| | | Amount Outstanding | Amount Overdue |
| | a) Debentures :- | ₹ | ₹ |
| | Secured | NIL | NIL |
| | Unsecured | NIL | NIL |
| | (Other than falling within the meaning of public deposits *) | | |
| | b) Deferred Credit | NIL | NIL |
| | c) Term Loans-HDFC Bank | 6.47 | NIL |
| | d) Intercompany Loans and borrowings | NIL | NIL |
| e) Commercial Paper | NIL | NIL | |
| f) Public Deposits | NIL | NIL | |
| g) Other Loans (specify nature) | NIL | NIL | |
| * Please see Note 1 below. | | | |
| Assets Side: | | Amount Outstanding | |
| 2 | Break up of Loans & advances including bills receivables (other than those included in (4) below) | | |
| | a) Secured | | NIL |
| | b) Unsecured | | NIL |
| 3 | Break up of Leased Assets and stock on hire and other assets counting towards AFC activities. | | |
| | i Lease assets including lease rentals under sundry debtors: | | |
| | a) Financial lease | | NIL |
| | b) Operating lease | | NIL |
| | ii Stock on hire including hire charges under sundry debtors: | | |
| | a) Assets on hire | | NIL |
| | b) Repossessed Assets | | NIL |
| | iii Other loans counting towards AFC activities | | |
| a) Loans where assets have been repossessed | | NIL | |
| b) Loans other than (a) above | | NIL | |

NOTES TO ACCOUNTS FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

(₹ in Lakhs)

| 4 Break up of investments. | ₹ |
|---|----------|
| Current Investments: | |
| 1) Quoted | |
| i) Shares | |
| a) Equity | NIL |
| b) Preference | NIL |
| ii) Debentures & Bonds | NIL |
| iii) Units of Mutual funds | NIL |
| iv) Government Securities | NIL |
| v) Others | NIL |
| 2) Unquoted | |
| i) Shares | |
| a) Equity | NIL |
| b) Preference | NIL |
| ii) Debentures & Bonds | NIL |
| iii) Units of Mutual funds | 1,860.00 |
| iv) Government Securities | NIL |
| v) Others | NIL |
| Long Term Investments: | |
| 1) Quoted | |
| i) Shares | |
| a) Equity | 997.02 |
| b) Preference | NIL |
| ii) Debentures & Bonds | 46.69 |
| iii) Units of Mutual funds | 580.00 |
| iv) Government Securities | NIL |
| v) Others (Real Estate and Private Equity fund) | 1,658.46 |
| 2) Unquoted | |
| i) Shares | |
| a) Equity | NIL |
| b) Preference | NIL |
| ii) Debentures & Bonds | NIL |
| iii) Units of Mutual funds | NIL |
| iv) Government Securities | NIL |
| v) Others | NIL |

NOTES TO ACCOUNTS FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

| | | | | |
|----------|--|--------------------------|----------------|------------|
| 5 | Borrower groupwise classification of assets financed as in (2) and (3) above: loans and advances. | | | |
| | Please see Note 2 below. | | | |
| | | Amount Net of provisions | | |
| | Category | Secured ₹ | Unsecured ₹ | Total ₹ |
| | 1) Related parties * * | | | |
| | | | | |
| | a) Subsidiaries | - | - | - |
| | b) Companies in the same group | NIL | NIL | NIL |
| | c) Other related parties | NIL | NIL | NIL |
| | 2) Other than related parties | NIL | NIL | NIL |
| | TOTAL | NIL | NIL | NIL |

| | | | |
|----------|---|--|--|
| 6 | Investor groupwise classification of all investments (Current and Long Term) in shares and securities (both quoted and unquoted) | | |
| | Please see Note 3 below. (₹ in Lakhs) | | |
| | Category | Market value / break up or fair value or NAV ₹ | Book value (Net of provisions) ₹ |
| | 1) Related parties * * | | |
| | | | |
| | a) Subsidiaries | 54,862.89 | 88.75 |
| | b) Companies in the same group | NIL | NIL |
| | c) Other related parties | NIL | NIL |
| | 2) Other than related parties | 2,770.23 | 3,193.42 |
| | TOTAL | 57,633.11 | 3,282.17 |

| | | |
|----------|--|--------|
| 7 | Other information: | |
| | Particulars | Amount |
| | i) Gross Non Performing Assets | ₹ |
| | a) Related parties | NIL |
| | b) Other than related parties | NIL |
| | ii) Net Non Performing Assets | |
| | a) Related parties | NIL |
| | b) Other than related parties | NIL |
| | iii) Assets acquired in satisfaction of debt | NIL |

* * As per Accounting Standards (please see Note 3)

Notes:

- As defined in paragraph 2(1) (xii) of the Non- Banking Financial Companies Acceptance of Public Deposits (Reserve Bank) Directions, 1998.
- Provisioning norms shall be applicable as prescribed in the Non-Banking Financial (Non-Deposit accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007.
- All Accounting standards and Guidance Note issued by the MCA/ ICAI are applicable including for valuation of investments and other assets as also assets acquired in the satisfaction of debt. However, market value in respect of quoted investments and break up / fair value / NAV in respect of unquoted investments should be disclosed irrespective of whether they are classified as long term or current in (4) above.

Consolidated Financial Statements, Significant Accounting Policies & Notes for the year ended 31st March, 2022

INDEPENDENT AUDITOR'S REPORT

To the Members of IHP Finvest Limited

Report on the Audit of Consolidated Financial Statements

Opinion

We have audited the accompanying consolidated financial statements of **IHP Finvest Limited** ('the Holding Company') and its subsidiary (the Holding Company and its subsidiary together referred to as 'the Group'), which comprise the Consolidated Balance Sheet as at March 31, 2022, the consolidated Statement of Profit and Loss and the Statement of consolidated cash flows for the year then ended, and notes to consolidated financial statements, including a summary of the significant accounting policies and other explanatory information (hereinafter referred to as 'the consolidated financial statements').

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated 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 Accounting Standards prescribed under section 133 of the Act and other accounting principles generally accepted in India, of the consolidated state of affairs of the Group as at March 31, 2022, and its consolidated profit and its consolidated cash flows for the year then ended.

Basis of Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) 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 and its subsidiary in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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's 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 financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, 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

Responsibilities of the Management for the Consolidated Financial Statements

The Holding Company's Board of Directors is responsible for the preparation and presentation of these consolidated financial statements in terms of the requirements of the Companies Act, 2013 ('the Act') that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group in accordance with the accounting principles generally accepted in India, specified under Section 133 of the Act read with the rules made thereunder. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments 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 presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial statements, the respective Board of Directors of the companies included in the Group are responsible for assessing the ability of the Group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group are responsible for overseeing the financial reporting process of the Group.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated 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 consolidated financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated 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 financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has internal financial controls with reference to consolidated 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 ability of the Company and its subsidiary company 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 consolidated 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 and its subsidiary company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Company and its subsidiary company to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities included in the consolidated financial statements of which we are the independent auditors. For the other entities included in the consolidated financial statements, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

Materiality is the magnitude of the misstatements in the consolidated financial statements that, individually or 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 of the scope of our audit work and evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatement in the financial statements

We communicate with those charged with governance of the Company 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.

Other Matters

1. We did not audit the financial statements of one subsidiary company whose financial statements reflect total assets of ₹ 197,282.04 lakhs as at March 31, 2022, total revenues of ₹152,509.60 lakhs and net cash outflows amounting to ₹ 206.88 lakhs for the year ended on that date, as considered in the consolidated financial statements. These financial statements have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of this subsidiary and our report in terms of sub-sections (3) and (11) of Section 143 of the Act, insofar as it relates to the aforesaid subsidiary is based solely on the reports of the other auditors.

Our report on the Financials Statement of the Group is not modified in respect of the above matter.

Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, we report, to the extent applicable, 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 of the aforesaid consolidated financial statements.
 - (b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books and the reports of the other auditors.
 - (c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
 - (d) In our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act.
 - (e) On the basis of the written representations received from the directors of the Company as on March 31, 2022 taken on record by the Board of Directors of the Company, none of the

directors of the Company, is disqualified as on March 31, 2022 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 over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure A";
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, no remuneration is paid by the Parent Company to its directors during the year. Based on the consideration of reports of other statutory auditors of the subsidiary, the managerial remuneration for the year ended March 31, 2022 has been paid by the subsidiary incorporated in India to its directors in accordance with the provisions of section 197 read with Schedule V to the Act;

- (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The consolidated financial statements disclose the impact of pending litigations on the consolidated financial position of the Group— Refer note 2.34 and 2.34(A) to the consolidated financial statements
 - ii. Provision has been made in the consolidated financial statements, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts. The Group did not have any derivative contracts.
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company, and its subsidiary company.
 - iv. (a) The respective managements of the Company and its subsidiary company, has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested by the Company and its subsidiary company to or in any other persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

- (b) The respective managements of the Company and its subsidiary company, has represented to us that to the best of its knowledge and belief, no funds have been received by the Company and its subsidiary company from any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
- (c) In our opinion and based on the audit procedures we have considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (a) and (b) contain any material misstatement.
- (v) (a) The final dividend proposed in the previous year, declared and paid by the Company during the year is in accordance with Section 123 of the Act.
- (b) The Board of Directors of the Company have proposed final dividend for the year which is subject to the approval of the members at the ensuing Annual General Meeting. The amount of dividend proposed is in accordance with section 123 of the Act, as applicable.
- (v) With respect to the matters specified in paragraphs 3(xxi) and 4 of the Companies (Auditor's Report) Order, 2020 (the "Order"/ "CARO") issued by the Central Government in terms of Section 143(11) of the Act, to be included in the Auditor's report, according to the information and explanations given to us, and based on the CARO reports issued by us for the Company and its subsidiary included in the consolidated financial statements of the Company, to which reporting under CARO is applicable, we report that there are no qualifications or adverse remarks in these CARO reports.

For K. S. Aiyar & Co.
Chartered Accountants
ICAI Firm Registration No: 100186W

Sachin A. Negandhi
Partner

Place : Mumbai
Date : June 30, 2022

Membership No.: 112888
UDIN: 22112888AMSJFU9969

Annexure - B to the Independent Auditor's Report of even date on the Consolidated Financial Statements of IHP Finvest Limited**Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

In conjunction with our audit of the consolidated financial statements of **IHP Finvest Limited** (hereinafter referred to as 'the Holding Company') and its subsidiary as of and for the year ended March 31, 2022, we have audited the internal financial controls with reference to financial statements of the Holding Company and its subsidiary company as of that date.

Management's Responsibility for Internal Financial Controls

The respective Board of Directors of the Holding Company and its subsidiary company, which are companies incorporated in India, are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting 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 issued by the Institute of Chartered Accountants of India. 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 Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements of the Holding Company and its subsidiary company, based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. 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 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 with reference to financial statements, 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 and the audit evidence obtained by the other auditors in terms of their reports referred to in the Other Matters paragraph below, 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.

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 Holding Company and its subsidiary company, has, in all material respects, an adequate internal financial controls system with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at March 31, 2022, based on the internal control over financial reporting 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 issued by the Institute of Chartered Accountants of India.

Other Matters

Our aforesaid report under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls with reference to financial statements insofar as it relates to one subsidiary company, which is a company incorporated in India, is based on the corresponding reports of the auditors of such company incorporated in India.

For K. S. Aiyar & Co.
Chartered Accountants
ICAI Firm Registration No: 100186W

Sachin A. Negandhi
Partner

Place : Mumbai
Date : June 30, 2022

Membership No.: 112888
UDIN: 22112888AMSJFU9969

CONSOLIDATED BALANCE SHEET AS AT MARCH 31, 2022

₹ in Lakhs

| | Note | As at March 31, 2022 | As at March 31, 2021 |
|---|---------------|-------------------------|-------------------------|
| EQUITY AND LIABILITIES | | | |
| Shareholders' Funds | | | |
| Share capital | 2.1 | 56.98 | 56.98 |
| Reserves and surplus | 2.2 | 47,644.45 | 44,370.35 |
| | | <u>47,701.43</u> | <u>44,427.33</u> |
| | | 22,827.48 | 21,114.11 |
| Minority Interest | | | |
| Non-Current Liabilities | | | |
| Long term borrowings | 2.3 | 2,326.48 | 3,544.03 |
| Deferred tax liabilities (Net) | | | |
| Other Long term liabilities | 2.4 | 4,972.92 | 4,988.66 |
| Long term provisions | 2.5 | 555.03 | 534.42 |
| | | <u>7,854.42</u> | <u>9,067.11</u> |
| Current Liabilities | | | |
| Short term borrowings | 2.6 | 55,952.76 | 51,920.14 |
| Trade payables | | | |
| - Due to micro, small & medium enterprises | 2.7 | 1,268.78 | 1,966.04 |
| - Due to other than micro, small & medium enterprises | | 50,572.39 | 46,997.14 |
| Other current liabilities | 2.8 | 15,544.48 | 18,039.42 |
| Short term provisions | 2.9 | 847.71 | 805.82 |
| | | <u>1,24,186.13</u> | <u>1,19,728.55</u> |
| | | <u>2,02,569.46</u> | <u>1,94,337.10</u> |
| TOTAL | | | |
| ASSETS | | | |
| Non-Current Assets | | | |
| Fixed assets | | | |
| Property, Plant & Equipment | 2.10 | 11,688.79 | 11,446.53 |
| Intangible assets | 2.10 | 34.54 | 59.75 |
| Capital work-in-progress | 2.10 | 13.60 | 71.87 |
| | | <u>11,736.92</u> | <u>11,578.16</u> |
| Non-current investments | 2.11 (A+B) | 3,870.47 | 2,894.59 |
| Deferred tax assets (net) | 2.12 | 240.66 | 164.26 |
| Long term loans and advances | 2.13 | 134.45 | 1,348.03 |
| Other non-current assets | 2.14 | 12,338.39 | 10,489.27 |
| | | <u>16,583.98</u> | <u>14,896.15</u> |
| Current Assets | | | |
| Current investments/Stock in Trade | 2.11 (C) | 1,860.00 | 2,500.00 |
| Inventories | 2.15 | 7,882.41 | 7,800.84 |
| Trade receivables | 2.16 | 71,016.21 | 55,721.70 |
| Cash and bank balances | 2.17 | 4,122.20 | 3,093.21 |
| Short term loans and advances | 2.18 | 1,783.57 | 2,034.46 |
| Other current assets | 2.19 | 87,584.17 | 96,712.59 |
| | | <u>1,74,248.56</u> | <u>1,67,862.80</u> |
| | | <u>2,02,569.46</u> | <u>1,94,337.10</u> |
| TOTAL | | | |
| Accompanying Significant Accounting Policies and Notes form integral part of the Financial Statements | 1 & 2 | | |

In terms of our report of even date
For K. S. Aiyar & Co
 Chartered Accountants
 ICAI Firm Registration No. 100186W

Sachin A. Negandhi
 Partner
 Membership No. 112888

Place: Mumbai
 Date: 30.06.2022

For and on behalf of the Board of Directors of IHP Finvest Limited
RAJAS R. DOSHI DIN 00050594 Chairman

JYOTI R. DOSHI DIN 00095732
MAYUR R. DOSHI DIN 00250358 } Directors

Place: Mumbai
 Date: 30.06.2022

CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2022

₹ in Lakhs

| | Note | For the Year March 31, 2022 | For the Year March 31, 2021 |
|--|-------|--------------------------------|--------------------------------|
| INCOME | | | |
| Revenue from operations | 2.20 | 1,56,626.58 | 1,24,271.10 |
| Other income | 2.21 | 468.59 | 2,726.14 |
| Total Revenue | | 1,57,095.17 | 1,26,997.23 |
| EXPENSES | | | |
| Cost of materials consumed | 2.22 | 8,677.36 | 3,989.74 |
| Changes in inventories of Finished Goods, Work in Progress and Stock In Trade | 2.23 | (353.99) | (311.21) |
| Construction expenses | 2.24 | 1,20,171.60 | 97,082.10 |
| Manufacturing and other expenses | 2.25 | 1,114.61 | 784.98 |
| Employee benefits expenses | 2.26 | 7,976.89 | 6,916.58 |
| Finance Costs | 2.27 | 5,807.25 | 6,713.82 |
| Depreciation and amortization expenses | 2.28 | 1,491.60 | 1,729.87 |
| Other expenses | 2.29 | 4,170.50 | 4,220.93 |
| Total Expenses | | 1,49,055.82 | 1,21,126.82 |
| Profit before exceptional items and tax | | 8,039.35 | 5,870.42 |
| Profit before tax | | 8,039.35 | 5,870.42 |
| Tax expenses | | | |
| Current tax | | 2,119.99 | 1,054.76 |
| Provision for Earlier Years | | | |
| Deferred tax | | (76.41) | 472.40 |
| | | 2,043.58 | 1,527.16 |
| Income Tax Provision of Earlier Years (Net) | | | |
| Income Tax (Total) | | 2,043.58 | 1,527.16 |
| Profit/(Loss) after tax but before Minority Interest | | 5,995.77 | 4,343.26 |
| Less : Minority adjustments | | 2043.63 | 1437.77 |
| Profit / (Loss) for the year | | 3,952.14 | 2,905.48 |
| Accompanying Significant Accounting Policies and Notes form integral part of the Financial Statements | 1 & 2 | | |

In terms of our report of even date
For K. S. Aiyar & Co
 Chartered Accountants
 ICAI Firm Registration No. 100186W

Sachin A. Negandhi
 Partner
 Membership No. 112888

Place: Mumbai
 Date: 30.06.2022

For and on behalf of the Board of Directors of IHP Finvest Limited
RAJAS R. DOSHI DIN 00050594 Chairman
JYOTI R. DOSHI DIN 00095732
MAYUR R. DOSHI DIN 00250358 } Directors

Place: Mumbai
 Date: 30.06.2022

CONSOLIDATED STATEMENT OF CASH FLOW FOR THE YEAR ENDED MARCH 31, 2022

₹ in Lakhs

| | Year ended March 31, 2022 | Year ended March 31, 2021 |
|--|------------------------------|------------------------------|
| A. Cash Flow from Operating Activities | | |
| Net Profit before taxation | 8,039.35 | 5,870.38 |
| Adjustments for: | | |
| Income Tax Exp | - | 1,527.14 |
| Depreciation and amortization expenses | 1,491.60 | 1,729.87 |
| Profit on sale of Investment | (196.20) | (17.38) |
| Liabilities no longer required written back | - | (2,327.16) |
| Finance Cost | 5,807.24 | 6,713.82 |
| Bad Debts W/off | 83.82 | (400.48) |
| Profit on Sale of Property Plant & Equipment | (51.86) | (126.88) |
| Interest on Long Term Investment | (344.96) | (372.35) |
| Dividend on Long Term Investment | (22.00) | (11.08) |
| | <u>14,806.99</u> | <u>12,585.88</u> |
| Operating Profit before Working Capital changes | | |
| Adjustments for : | | |
| (Increase) / Decrease in current investments/Stock in Trades | 558.43 | (2,734.62) |
| (Increase) / Decrease in trade receivables | (7,119.89) | 11,191.34 |
| (Increase) / Decrease in Assets | (7.66) | |
| (Increase) / Decrease in loans and advances | 3.70 | - |
| Increase/(Decrease) in liabilities | 489.18 | (1,915.08) |
| Increase/(Decrease) in Provisions | 2.18 | - |
| | <u>8,732.93</u> | <u>19,127.53</u> |
| CASH GENERATED FROM OPERATIONS | | |
| Income tax Paid | (2,823.59) | (1,877.83) |
| | <u>5,909.34</u> | <u>17,249.69</u> |
| Net Cash inflow from/ (outflow) from Operating activities | | |
| B. Cash Flow from Investing Activities | | |
| Purchase of long term Investments | (2,099.41) | (428.40) |
| Sale of long term Investments | 1,294.95 | 572.20 |
| Purchase of Property Plant & Equipment | (456.46) | (451.95) |
| (Increase) / Decrease in PMS balance | 0.99 | - |
| Dividend received | 22.00 | 11.10 |
| Interest received | 345.48 | 370.36 |
| | <u>74.77</u> | <u>135.77</u> |
| Sale of Property Plant & Equipment | 185.00 | - |
| Receipt on maturity of fixed deposit | (1,419.77) | (215.39) |
| Changes in earmarked & margin account (net) | <u>(2,052.45)</u> | <u>(6.32)</u> |
| Net Cash inflow from/ (outflow) from Investing activities | | |

CONSOLIDATED STATEMENT OF CASH FLOW FOR THE YEAR ENDED MARCH 31, 2022

₹ in Lakhs

| | Year ended March 31, 2022 | Year ended March 31, 2021 |
|--|------------------------------|------------------------------|
| C. Cash Flow from Financing Activities | | |
| Proceeds from borrowings | 28.90 | 4,013.11 |
| Repayment of borrowings | (3,649.11) | (1,541.86) |
| Interest paid on borrowings | (5,867.52) | (6,703.29) |
| Dividend paid | (1,008.29) | (977.67) |
| Proceeds of short term borrowings (net) | 6,435.28 | (13,557.82) |
| Net Cash inflow from/ (outflow) from Financing activities | <u>(4,060.74)</u> | <u>(18,767.53)</u> |
| Net increase / (decrease) in cash and cash equivalents | (203.85) | (1,524.15) |
| Opening Cash and Cash Equivalents | | |
| Cash in hand | 10.40 | 14.51 |
| Bank balances | 281.83 | 1,801.87 |
| | <u>292.23</u> | <u>1,816.38</u> |
| Closing Cash and Cash Equivalents | | |
| Cash in hand | 4.27 | 10.40 |
| Bank balances | 84.11 | 281.83 |
| | <u>88.38</u> | <u>292.23</u> |

NOTES:

The above cashflow statement has been prepared under 'Indirect method' as set out in 'Accounting standard (AS3) - Statement of Cash Flows'

Accompanying Significant Accounting Policies and Notes form integral part of the Financial Statements 1 & 2

In terms of our report of even date
For K. S. Aiyar & Co
 Chartered Accountants
 ICAI Firm Registration No. 100186W

Sachin A. Negandhi
 Partner
 Membership No. 112888

Place: Mumbai
 Date: 30.06.2022

For and on behalf of the Board of Directors of IHP Finvest Limited
RAJAS R. DOSHI DIN 00050594 Chairman
JYOTI R. DOSHI DIN 00095732 }
MAYUR R. DOSHI DIN 00250358 } Directors

Place: Mumbai
 Date: 30.06.2022

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022**1 SIGNIFICANT ACCOUNTING POLICIES:****1.1 Basis of preparation and Principles of Consolidation****a Basis of preparation and Principles of Consolidated Financial Statements**

“The consolidated financial statements (“consolidated financial statements”) have been prepared and presented under the historical cost convention, on the accrual basis of accounting in accordance with the accounting principles generally accepted in India and comply with mandatory accounting standards (“AS”) notified u/s 133 of the Companies Act 2013. The accounting policies applied are consistent with those used in the previous year. The consolidated financial statements comprises the financial statements of IHP Finvest Limited (the “Company”) and its subsidiary, (collectively referred as the “Group”).

b Principles of Consolidation

The consolidated financial statements have been prepared on the following basis:

- i) The financial statements of the Company and its subsidiary company have been consolidated on a line by line basis by adding together the book values of like items of assets, liabilities, income and expenses, after eliminating intra-group balances/ transactions and elimination of resulting unrealized profits.
- ii) The difference between the cost to the Group of investment in subsidiary as at the date of the acquisition of stake is recognised in the consolidated financial statements as goodwill or capital reserve, as the case may be. Goodwill arising on consolidation is tested for impairment annually.
- iii) Minorities’ interest in net profits or losses of subsidiary for the year is identified and adjusted against the income or loss in order to arrive at the net income or loss attributable to the shareholders of the Company. Minority interest in the net assets of subsidiary consists of the amount of equity attributable to the minority shareholders at the dates on which investments are made by the Company in the subsidiary company and further movements in their share in the equity, subsequent to the dates of initial investments as stated above. Their share of net assets is identified and presented in the Consolidated Balance Sheet separately. Where accumulated losses attributable to the minorities are in excess of their equity, in the absence of the contractual/ legal obligation on the minorities, the same is accounted for by the holding company.

1.2 Management Estimates

The preparation of financial statements in conformity with generally accepted accounting principles in India (Indian GAAP) requires management to make estimates and assumptions that affect the reported amount of assets, liabilities, revenues and expenses and disclosure of contingent liabilities on the date of the financial statements. The estimates and assumptions used in the accompanying financial statements are based upon management’s evaluation of the relevant facts and circumstances as of the date of financial statements which in management’s opinion are prudent and reasonable. Actual results may differ from the estimates used in preparing the accompanying financial statements. Any revision to accounting estimates is recognised prospectively in current and future periods

1.3 Revenue Recognition

A. Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Rental Income, Income from Interest and other income is recognized on accrual basis. Dividend income is recognized when right to receive is established.

B. Contract Revenue**Construction Contract Accounting**

- a. Revenue arising from construction contracts is recognised in proportion to the stage of completion of work at the end of the accounting period in accordance with Accounting Standard-7, . Stage of completion is based on the proportion that actual contract cost/ revenue incurred to date bears to the total contract cost/revenue. Contract Revenue under AS - 7 includes inventories against contracts at factory and project site / location and represents the value of the work done, not certified or not paid for by Contractees and are valued at contract price or at proportionate contract price based on the equivalent stage of completion as estimated by Management.
- b. The company recognises profits for projects exceeding contract value of ₹ 500 crores after execution of 7.5 % and for others after execution of 10% of contract value / stage of completion.
- c. Expected loss, if any, on the project is recognised as an expense in the period in which it is foreseen, irrespective of the stage of completion of the contract
- d. Accounting estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in estimates are made as the Management becomes aware of changes in circumstances surrounding the estimates. The changes in estimates are reflected in the financial information in the period in which changes are made.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

C. Sales (Other than Construction Contracts)

- a. Sales of Goods - mainly consist of sale of manufactured pipes / sleepers.
- b. Revenue from such sales is recognised when all the following conditions are satisfied:
 - 1 significant risks and rewards of ownership of the goods are transferred to the buyer;
 - 2 the company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the good sold;
 - 3 the amount of revenue can be measured reliably;
 - 4 it is probable that the economic benefits associated with the transaction will flow to the company; and
 - 5 the costs incurred or to be incurred in respect of the transaction can be measured reliably

1.4 Government Grants and Subsidies

Government Grants and subsidies are recognised when there is reasonable assurance that the conditions attached to them will be complied and grant/subsidy will be received.

1.5 Property Plant & Equipment - Tangible and Intangible Assets and Capital Work-in -Progress**a) Property, Plants & Equipment:**

Property, Plant & Equipment are stated on cost less accumulated depreciation and amortisation and the total cost of assets comprises its purchase price, freight, duties, taxes and any other incidental expenses directly attributable to bringing the asset to the working condition for its intended use.

- b) Intangible assets are recorded at the consideration paid for acquisition of such assets and are carried at cost less accumulated amortisation and provision for impairment of losses if any.
- c) Gain or losses arising from derecognition of Property, Plant and Equipment are measured as the difference between the net disposal proceed and the carrying amount of the asset and are recognized in the statement of profit and loss when the asset is derecognized.
- d) Self constructed/manufactured assets are capitalised at cost including appropriate overheads.
- e) Capital work-in-progress comprises of the cost of Property, Plant and Equipment that are not yet ready for their intended use as at the reporting date.

1.6 Investment in Property

Investment properties are carried individually at cost less accumulated depreciation and impairment, if any. Investment properties are capitalised and depreciated (where applicable) in accordance with the policy. stated in 1.7 below

1.7 Depreciation and amortization

- a) Depreciation on the assets is provided on Written Down Value Method on pro-rata basis as per the rates prescribed in Part C of Schedule II to the Companies Act, 2013. Individual low cost assets (acquired for ₹ 5000/- or less) are depreciated fully in the year of acquisition. Intangible assets are amortized over their respective individual estimated useful lives on a straight- line basis commencing from the date the assets are available to the Company for its use.
- b) Amortization of leasehold rights is provided at the rate 5%.
- c) The management's estimate of useful lives are in accordance with the Schedule II of the Companies Act 2013, other than following asset, based on the Company's expected usage pattern :

| Assest | Useful Life |
|---------------|--------------------|
| Mould | 9 years |

1.8 Intangible assets

Intangible assets are recorded at the consideration paid for acquisition of such assets and are carried at cost less accumulated amortization and provision for impairment of losses, if any.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022**1.9 Impairment**

The carrying amounts of assets are reviewed at each Balance Sheet date if there is for any indication of impairment based on internal/external factors. An impairment loss will be recognised wherever the carrying amount of an asset exceeds its estimated recoverable amount. The recoverable amount is greater of the asset's net selling price and value in use. In assessing the value in use, the estimated future cash flows are discounted to the present value at the weighted average cost of capital. After impairment, depreciation is provided on the revised carrying amount of the assets over its remaining useful life. Previously recognised impairment loss is further provided or reversed depending on changes in circumstances.

1.10 Research and Development

Revenue expenses on research and development are charged to Statement of Profit & Loss and Capital Expenditure are included in Property, Plant & Equipment under relevant assets and depreciated on the same basis as other Property, Plant & Equipments.

1.11 Investments

- a. Investments are classified under Non-current and current categories
- b. 'Non-current Investments' are carried at acquisition /amortized cost. A provision is made for diminution other than temporary on an individual basis.
- c. 'Current Investments' are carried at the lower of cost or fair market value on an individual basis.

1.12 Inventories: Stock in Trade & Work-in-Progress

- a. The shares & securities held as stock in trade, stock of raw materials, stores, bought outs and fuel are valued at cost on FIFO basis or net realisable value whichever is lower.
- b. Certain items of Pipe Laying and Auxiliary Equipments are classified as Current Assets and 95% of their original cost is amortised equally over a period of five years.
- c. Finished Goods including bought-out items not allocated to any particular contracts are valued at lower of cost on absorption method or net realisable value.
- d. The Stock of Raw Materials, Stores, Bought outs and fuel are stated at cost on FIFO basis or net realisable value whichever is lower.
- e. Uncovered finished pipes laying at factory are devalued at 25% annually.
- f. Work-in Progress are valued at cost or Net Realisable Value whichever is lower.
- g. Stock- in- trade of land is valued at cost or net realisable value whichever is lower.

1.13 Borrowing costs

Borrowing costs include interest and amortisation of ancillary costs incurred. Costs in connection with the borrowing of funds to the extent not directly related to the acquisition of qualifying assets are charged to the Statement of Profit and Loss over the tenure of the loan. Borrowing costs, allocated to and utilised for qualifying assets, pertaining to the period from commencement of activities relating to construction / development of the qualifying asset upto the date of capitalisation of such asset are added to the cost of the assets. Capitalisation of borrowing costs is suspended and charged to the Statement of Profit and Loss during extended periods when active development activity on the qualifying assets is interrupted

1.14 Employee Benefits**i) Defined Contribution Plan**

- a. Group Contribution paid/payable during the year to Provident Fund, ESIC and Labour Welfare Fund are charged to Statement of Profit & Loss. There are no obligations other than the contribution payable to the respective trusts.
- b. **Provident Fund:** The eligible employees of the Group are entitled to receive benefits under the provident fund, a defined contribution plan, in which both employees and the company make monthly contributions at a specified percentage of the covered employees salary. The contributions as specified under law paid to provident fund and pension fund set up as irrevocable trust by the Company or to respective Regional Provident Fund Commissioner and the Central Provident Fund under the State Pension Scheme. The Company is generally liable for annual contributions and any shortfall in the fund assets based on government specified minimum rates of return of provident fund and recognises such contributions and shortfall, if any, as an expense in the year incurred.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022**ii) Defined Benefit Plan**

- a) **Provident Fund** : In respect of certain employees covered by the Employees Provident Fund, the contributions towards shortfall in interest rate payable as per statute and the earnings of the Provident Fund Trust is considered as Defined Benefit Plan and debited to Statement of Profit and Loss.
- b) **Gratuity and Leave Encashment**: Company's liabilities towards gratuity and leave encashment are determined using the projected unit credit method which considers each period of service as giving rise to an additional unit of benefit entitlement and measures each unit separately to build up the final obligation. Past Services are recognised on a Straight Line basis over the average period until the amended benefits becomes vested. Actuarial gain and losses are recognised immediately in the statement of Profit & Loss as Income or Expense. Obligation is measured at the present value of estimated future cash flows using a discount rate that is determined by reference to market yields at the Balance Sheet date on Government bonds where the currency and terms of Government Bonds are consistent with the currency and estimated terms of the defined benefit obligation.
- iii) **Other Benefits** : Compensated absences for sick leave are provided for based on actuarial valuation. The actuarial valuation is done as per projected unit credit method.

1.15 Leases

Lease arrangements where the risks and rewards incidental to ownership of an asset substantially vest with the lessor are recognised as operating leases. Lease rentals under operating leases are recognised in the Statement of Profit and Loss on a straight-line basis over the period of lease term.

1.16 Taxation

Income Tax expenses comprise of current tax, deferred tax charge/credit. Current Tax is recognised on the basis of taxable income determined in accordance with the provision of the Income Tax Act, 1961.

The deferred tax credit/charge is recognised on all timing differences subject to consideration of prudence, applying the tax rates that have been enacted or substantively enacted by the Balance Sheet date. Deferred tax assets are recognised only to the extent there is reasonable certainty that the assets can be realised in future; however where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognised only if there is a virtual certainty of realisation of such assets. Deferred tax assets/liabilities are reviewed as at each balance sheet date based on developments during the year and available case law to re-assess realisation/liabilities.

1.17 Earning per Share

In determining operating and total earnings per share, the Company considers the operating net profit after tax and effect of any extra ordinary items (net of tax). The number of shares used in the computing basic earnings per share is the weighted average number of shares outstanding during the period.

1.18 Contingencies and Provisions

A provision is recognised when the Company has a present obligation as a result of past event and it is probable that an outflow of resources embodying economic benefit will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions are not discounted to their present value and are determined based on the best estimate of the expenditure required to settle the obligation at the balance sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimate.

A contingent liability is disclosed, unless the possibility of an outflow of resources embodying the economic benefit is remote. Contingent liabilities are disclosed after careful evaluation of the facts and legal aspects of matter involved. Contingent assets are neither recognised nor disclosed.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

Note 2.1 SHARE CAPITAL

a. Details of authorised, issued and subscribed share capital

| Particulars | ₹ in lakhs | |
|--|-------------------------|-------------------------|
| | As at March 31, 2022 | As at March 31, 2021 |
| Authorised Capital | | |
| 12,50,000 (P.Y. 12,50,000) Equity Share of ₹ 10/- each | 125.00 | 125.00 |
| Issued Capital | | |
| 5,69,782 (P.Y. 5,69,782) Equity Share of ₹ 10/- each | 56.98 | 56.98 |
| Subscribed and Paid up | | |
| 5,69,782 (P.Y. 5,69,782) Equity Share of ₹ 10/- each, fully paid up. | 56.98 | 56.98 |
| TOTAL | 56.98 | 56.98 |

b. Details of Promoters' Share holding in the Company.

| Name of Shareholder | As at March 31, 2022 | | |
|--|--------------------------|------------|--------------------------|
| | No of Equity shares held | Percentage | % Change during the year |
| Ratanchand Investment Private Limited (Holding Company) | 492820 | 86.49 | No |
| ** Rajas R.Doshi (Individual and as a Trustee in Walchand Trust) | 33873 | 5.94 | No |
| Jyoti R. Doshi | 2057 | 0.36 | No |
| Aditya R. Doshi | 1926 | 0.34 | No |
| Mayur R. Doshi | 1914 | 0.34 | No |

c. Details of Shareholders holding more than 5% shares in the Company.

| Name of Shareholder | As at March 31, 2022 | | As at March 31, 2021 | |
|--|--------------------------|--------------|--------------------------|------------|
| | No of Equity shares held | Percentage | No of Equity shares held | Percentage |
| Ratanchand Investment Private Limited (Holding Company) | 492820 | 86.49 | 492820 | 86.49 |
| ** Rajas R.Doshi (Individual and as a Trustee in Walchand Trust) | 33873 | 5.94 | 33873 | 5.94 |
| ** Rajas R. Doshi-Individual | 3925 | | | |
| ** As a Trustee -Walchand Trust | 29948 | | | |
| Total Shares | 33873 | | | |

d. Reconciliation of number of shares

| Particulars | As at March 31, 2022 | | As at March 31, 2021 | |
|---|----------------------|--------------|----------------------|--------------|
| | No of Equity shares | ₹ | No of Equity shares | ₹ |
| Shares outstanding at the beginning of the year | 569782 | 56.98 | 569782 | 56.98 |
| Shares Issued during the year | - | - | - | - |
| Shares bought back during the year | - | - | - | - |
| Shares outstanding at the end of the year | 569782 | 56.98 | 569782 | 56.98 |

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022
e. Terms / rights attached to shares:

The Company has only one class of equity shares having a face value of ₹ 10/- per share. Each holder of equity shares is entitled to one vote per share. The dividend proposed by the Board of Directors, if any, is subject to the approval of the share holders in the ensuing Annual General Meeting.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

2.2 RESERVES AND SURPLUS

| Particulars | ₹ in Lakhs | |
|---|-------------------------|-------------------------|
| | As at March 31, 2022 | As at March 31, 2021 |
| a) Reserve | | |
| 1) Capital Reserve on Consolidation | 3,198.06 | 3,198.06 |
| 2) General Reserve | | |
| Opening balance | 10,576.81 | 10,576.81 |
| Add: Appropriation from P&L a/c | | |
| Closing balance | <u>10,576.81</u> | <u>10,576.81</u> |
| 3) Special Reserve As required U/S 451C of RBI Act, 1934 | | |
| Opening balance | 2,300.35 | 2,147.35 |
| Add: Transferred from Surplus | <u>175.00</u> | <u>153.00</u> |
| | <u>2,475.35</u> | <u>2,300.35</u> |
| b) Surplus- Opening Balance | 28,295.13 | 26,192.20 |
| Add : i) Transferred from Debenture Redemption Reserve | | |
| Add: Net profit after tax transferred from Statement of Profit and Loss | 3,851.41 | 2,905.48 |
| Adjustment | | |
| Amount available for Appropriation | <u>32,146.54</u> | <u>29,097.68</u> |
| Less: Appropriations | | |
| Interim Dividend | | |
| Tax on Interim Dividend | | |
| Final Dividend | 678.04 | 649.55 |
| Tax on Final Dividend | | |
| Transfer to General Reserve | | |
| Transfer to Special Reserve* | <u>175.00</u> | <u>153.00</u> |
| | <u>853.04</u> | <u>802.55</u> |
| Surplus - Closing Balance | <u>31,394.23</u> | <u>28,295.13</u> |
| TOTAL | <u>47,644.45</u> | <u>44,370.35</u> |

The Board of Directors at their meeting held on 30th June, 2022, have recommended Dividend of ₹ 120/- per equity share of face value of ₹ 10/- each for the year ended March 31, 2022 amounting to ₹ 683.74 lakhs. Subject to approval of share holder of the Company. Final Dividend of ₹ 678.04 Lakhs (₹ 119/- per share) was paid for Financial Year 2020-21

* Note:20% of Net Profit after Tax transferred to Special Reserve as required U/S 451C of RBI Act, 1934.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

2.3 LONG-TERM BORROWINGS

₹ in Lakhs

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|---|-------------------------|-------------------------|
| Secured : | | |
| i Specific purpose term loan from HDFC Bank Ltd, Rate of Int. : Floating @ 8.20% Secured by first charge on factory land, building, movable assets, commercial and residential property purchased, erected, constructed out of this loan This loan is repayable in 20 quarterly instalments of ₹ 250.00 lakh, over a period of 7 years; which has commenced from August 2020. Last instalment will due in May, 2025 ^ | 3,733.86 | 4,735.04 |
| ii Covid-19 relief term loan from HDFC Bank Ltd Rate of Int. : Floating@9.33% The loan has been repaid during the year | - | 1,500.00 |
| iii Covid-19 relief term loan from State Bank Of India, Rate of Int. : Floating @7.00% This loan is repayable in 18 monthly equal instalments of ₹97.22 lakh, over a period of 2 years; which has commenced from December 2020. Last instalment will due in May 2022. ^ | 281.95 | 1,350.30 |
| iv Vehicle loan from Saraswat Co-operative Bank Ltd, Rate of Int. 8.15% - 8.70% Secured by hypothecation of the vehicles. Such loans are repayable in equal monthly instalments over a period of 5 years. | 128.85 | 146.16 |
| v Vehicle loan from Kotak Mahindra Prime Ltd, Rate of Int. : 9% to 9.25% The loan has been repaid during the year | - | 21.17 |
| Less : Current Maturities of Long Term Borrowing* | (1,818.18) | (4,215.11) |
| Loan from HDFC Bank Ltd - Auto Loan (Refer Note iv) | 6.47 | 18.66 |
| Less : Current Maturities of Long Term Loan | (6.47) | (12.20) |
| | - | 6.47 |
| TOTAL | 2,326.48 | 3,544.03 |
| Notes | | |

*Current maturity in respect of long term borrowings have been included in note No. 2.6

^ The loans are secured by 1st pari passu charge on the entire current assets of the Company and 2nd pari passu charge on the Company's freehold land, buildings and plant & machinery & other Immovable property.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022
2.4 OTHER LONG TERM LIABILITIES

₹ in Lakhs

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|---|-------------------------|-------------------------|
| Trade payables | | |
| a) Total outstanding dues of Micro and Small Enterprises | - | - |
| b) Total outstanding dues of creditors other than Micro and Small Enterprises | 2,143.90 | 1,857.20 |
| Advances from Contractees | 433.32 | 440.22 |
| Security and other deposits | 1,552.32 | 2,053.42 |
| Others ^ | 843.38 | 637.82 |
| TOTAL | <u>4,972.92</u> | <u>4,988.66</u> |

^ Others includes security deposits, gratuity payable and contractual for expenses

Trade payable ageing analysis FY -2021-22

| Sr. no. | Particulars | Unbilled | Not due | Outstanding for the following period from due date of payments: | | | | Total |
|---------|------------------------|----------|---------|---|-----------|-----------|-------------------|-----------------------|
| | | | | Less than 1 year | 1-2 years | 2-3 years | More than 3 years | |
| (i) | MSME | - | - | - | - | - | - | - |
| (ii) | Others | - | - | - | - | 287.02 | 1856.88 | 2143.90 |
| (iii) | Disputed dues – MSME | - | - | - | - | - | - | - |
| (iv) | Disputed dues – Others | - | - | - | - | - | - | - |
| | Total | | | | | | | <u>2143.90</u> |

Ageing analysis FY -2020-21

| Sr. no. | Particulars | Unbilled | Not due | Outstanding for the following period from due date of payments: | | | | Total |
|---------|------------------------|----------|---------|---|-----------|-----------|-------------------|-----------------------|
| | | | | Less than 1 year | 1-2 years | 2-3 years | More than 3 years | |
| (i) | MSME | - | - | - | - | - | - | - |
| (ii) | Others | - | - | - | 78.37 | 217.86 | 1560.97 | 1857.20 |
| (iii) | Disputed dues – MSME | - | - | - | - | - | - | - |
| (iv) | Disputed dues – Others | - | - | - | - | - | - | - |
| | Total | | | | | | | <u>1857.20</u> |

2.5 LONG TERM PROVISIONS

₹ in Lakhs

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|------------------------------------|-------------------------|-------------------------|
| Provision for employee benefits | | |
| Gratuity | 9.87 | 8.34 |
| Provision for compensated absences | 545.16 | 526.09 |
| TOTAL | <u>555.03</u> | <u>534.42</u> |

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

2.6 SHORT TERM BORROWINGS

| Particularsh | ₹ in Lakhs | |
|---|-------------------------|-------------------------|
| | As at March 31, 2022 | As at March 31, 2021 |
| I. Secured Loans | | |
| [a] Cash credit / working capital demand loans | | |
| i) HDFC Bank Ltd., Rate of Int. : 9.16% | 6,727.82 | 2,981.29 |
| ii) Union Bank of India (formerly Corporation Bank), Rate of Int. : 9.15% | 350.97 | 35.72 |
| iii) IDFC Bank Ltd., Rate of Int. : 9.35% | 65.28 | 721.70 |
| v) ICICI Bank Ltd., Rate of Int. : 8.40% | 21.12 | 138.50 |
| vi) State Bank of India, Rate of Int. : 8.85% | 3,366.01 | 1,815.62 |
| vii) Axis Bank Ltd, Rate of Int. : 8.60% | 96.94 | - |
| | <u>10,628.14</u> | <u>5,692.83</u> |
| B) Short Term Loans from Banks | | |
| i) State Bank of India, Rate of Int. : 8.85% | 10,699.98 | 10,600.00 |
| Terms of repayment is 90 to 180 days from date of availing the loan. | | |
| ii) Bank of Baroda, Rate of Int. : 8.00% | 2,500.00 | 2,500.00 |
| Terms of repayment is 90 days from date of availing the loan. | | |
| iii) HDFC Bank Ltd., Rate of Int. : 8.80% | 17,500.00 | 17,500.00 |
| Terms of repayment is 180 days from date of availing the loan. | | |
| iv) IDFC Bank Ltd., Rate of Int. : 9.15% | 3,600.00 | 3,600.00 |
| Terms of repayment is 90 to 180 days from date of availing the loan. | | |
| v) ICICI Bank Ltd., Rate of Int. : 8.45% | 3,000.00 | 3,000.00 |
| Terms of repayment is 90 days from date of availing the loan. | | |
| vi) AXIS Bank Ltd., Rate of Int. : 8.60% | 2,400.00 | 4,000.00 |
| Terms of repayment is 180 days from date of availing the loan. | | |
| vii) Union Bank of India (formerly Corporation Bank) Rate of Int. : 8.25% | 800.00 | 800.00 |
| Terms of repayment is 180 days from date of availing the loan. | | |
| | <u>40,499.98</u> | <u>42,000.00</u> |
| Current maturities of long term borrowings (refer note 2.4) | 1,824.65 | 4,227.31 |
| Total secured loans (I) | <u>52,952.76</u> | <u>51,920.14</u> |
| The above mentioned cash credit, working capital demand loans, short term loans are secured by first charge on the entire current assets and movable fixed assets of the Company and second charge on the Company's free-hold land, buildings and plant & machinery & other Immovable property. | | |
| II Unsecured Loans | | |
| Loans repayable on demand (working capital demand loans) | | |
| HDFC Bank Ltd 8.15% | 3,000.00 | - |
| Terms of repayment is 90 days from date of availing the loan. | | |
| Total unsecured loans (II) | <u>3,000.00</u> | <u>-</u> |
| TOTAL short term borrowings (I) + (II) | <u>55,952.76</u> | <u>51,920.14</u> |

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

2.7 TRADE PAYABLES

₹ in Lakhs

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|--|-------------------------|-------------------------|
| Trade Payables | | |
| (a) Acceptances | 8,457.71 | 9,323.75 |
| (b) Total outstanding dues of micro and small enterprises | 1,268.78 | 1,966.04 |
| (c) Total outstanding dues of creditors other than micro and small enterprises | 42,114.68 | 37,673.39 |
| TOTAL | <u>51,841.17</u> | <u>48,963.18</u> |

Trade payable ageing analysis FY -2021-22

₹ in Lakhs

| Sr. no. | Particulars | Unbilled | Not due | Outstanding for the following period from due date of payments: | | | | Total |
|---------|------------------------|----------|----------|---|-----------|-----------|-------------------|-----------------|
| | | | | Less than 1 year | 1-2 years | 2-3 years | More than 3 years | |
| (i) | MSME | - | 1207.09 | 61.69 | - | - | - | 1268.78 |
| (ii) | Others | 1041.11 | 23872.19 | 13063.48 | 816.09 | 1633.41 | 10146.11 | 50572.39 |
| (iii) | Disputed dues – MSME | - | - | - | - | - | - | - |
| (iv) | Disputed dues – Others | - | - | - | - | - | - | - |
| | Total | | | | | | | 51841.17 |

Ageing analysis FY -2020-21

₹ in Lakhs

| Sr. no. | Particulars | Unbilled | Not due | Outstanding for the following period from due date of payments: | | | | Total |
|---------|------------------------|----------|----------|---|-----------|-----------|-------------------|-----------------|
| | | | | Less than 1 year | 1-2 years | 2-3 years | More than 3 years | |
| (i) | MSME | - | 1966.04 | - | - | - | - | 1966.04 |
| (ii) | Others | 1623.51 | 20153.82 | 10039.61 | 2129.66 | 1120.97 | 11929.57 | 46997.14 |
| (iii) | Disputed dues – MSME | - | - | - | - | - | - | - |
| (iv) | Disputed dues – Others | - | - | - | - | - | - | - |
| | Total | | | | | | | 48963.18 |

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

2.8 OTHER CURRENT LIABILITIES

₹ in Lakhs

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|---|-------------------------|-------------------------|
| Employee benefits payable | 1,386.82 | 1,197.76 |
| Interest accrued and not due on borrowings | 234.89 | 295.17 |
| Investors education and protection fund will be credited by following amounts (as and when due) | | |
| a) Unpaid dividends | 173.39 | 175.31 |
| Advances/Deposits from Contractees | 12,911.08 | 12,198.87 |
| Statutory dues payable | 753.43 | 502.16 |
| Current account :Directors | 1.49 | 1.49 |
| Other Liabilities | 32.97 | 3,620.82 |
| Outstanding lease rent | 50.42 | 47.83 |
| TOTAL | 15,544.48 | 18,039.42 |

^ Others includes security deposits.

2.9 SHORT TERM PROVISIONS

₹ in Lakhs

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|-----------------------------------|-------------------------|-------------------------|
| Provision for employee benefits | | |
| Provision for compensated absence | 327.14 | 285.25 |
| Provision for Taxation | 520.57 | 520.57 |
| Less: Advance payment of taxes | - | - |
| TOTAL | 847.71 | 805.82 |

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022
2.10 Property, plant and equipment

₹ in Lakhs

| Sr No | Description | Gross Block (at book value) | | | | Depreciation / Amortisation | | | | Net Block | | |
|------------|---------------------------------|-----------------------------|-----------------|---------------|------------------|-----------------------------|-----------------|---------------|------------------|------------------|------------------|--|
| | | As at 01-04-2021 | Additions | Deletion | As at 31-03-2022 | As at 01-04-2021 | Additions | Deletion | As at 31-03-2022 | As at 31-03-2022 | As at 31-03-2021 | |
| [A] | Tangible Assets | | | | | | | | | | | |
| 1 | Freehold land | 2,296.38 | - | - | 2,296.38 | - | - | - | - | 2,296.38 | 2,296.38 | |
| 2 | Leasehold Land | 10.07 | - | - | 10.07 | 0.07 | - | - | 0.07 | 10.00 | 10.00 | |
| 3 | Buildings | 9,638.01 | 1,358.19 | 61.96 | 10,934.24 | 4,446.75 | 498.43 | 49.74 | 4,895.44 | 6,038.80 | 5,191.26 | |
| 4 | Plant, machinery and Equipment | 10,785.73 | 117.21 | 94.51 | 10,808.43 | 7,637.96 | 646.03 | 89.53 | 8,194.46 | 2,613.97 | 3,147.77 | |
| 5 | Furnitures and Fixtures | 515.00 | 8.84 | 0.14 | 523.70 | 293.02 | 59.25 | 0.13 | 352.14 | 171.56 | 221.98 | |
| 6 | Vehicles | 1,713.82 | 217.71 | 77.91 | 1,853.62 | 1,258.07 | 174.53 | 72.31 | 1,360.29 | 493.34 | 455.76 | |
| 7 | Leasehold Improvements | 225.10 | - | - | 225.10 | 161.71 | 36.17 | - | 197.88 | 27.22 | 63.39 | |
| 8 | Office Equipments | 219.80 | 4.55 | 1.63 | 222.72 | 159.78 | 26.94 | 1.53 | 185.19 | 37.53 | 60.02 | |
| | Total Tangible Assets | 25,403.91 | 1,706.50 | 236.15 | 26,874.26 | 13,957.37 | 1,441.35 | 213.24 | 15,185.48 | 11,688.79 | 11,446.53 | |
| [B] | Intangible Assets | | | | | | | | | | | |
| 1 | Computer Software (ERP) | 235.95 | - | - | 235.95 | 176.18 | 25.22 | - | 201.40 | 34.55 | 59.75 | |
| | Total Intangible Assets | 235.95 | - | - | 235.95 | 176.18 | 25.22 | - | 201.40 | 34.55 | 59.75 | |
| | Total [A] + [B] | 25,639.86 | 1,706.50 | 236.15 | 27,110.21 | 14,133.54 | 1,466.57 | 213.24 | 15,386.87 | 11,723.34 | 11,506.28 | |
| | Total of previous year | 25,367.04 | 360.93 | 88.11 | 25,639.86 | 12,509.22 | 1,703.52 | 79.20 | 14,133.54 | 11,506.30 | | |
| | Capital work in progress | | | | | | | | | 13.60 | 71.87 | |

- Freehold land and buildings with carrying amount of ₹ 8,325 lakhs (March 31, 2021, ₹ 7480.49 lakhs) have been mortgaged to secure borrowings of the Company.
- Plant and machinery with carrying amount of ₹ 2,611.65 lakhs (March 31, 2021, ₹ 3,147.66 lakhs) have been hypothecated to secure borrowings of the Company.
- Vehicles with carrying amount of ₹ 120.89 lakhs (March 31, 2021, ₹187.28 lakhs) have been hypothecated to secure Vehicle loans of the Company.
- The Holding Company's application for assignment of lease from Walchand PeopleFirst Ltd (Formerly known as Walchand Capital Ltd.) in the name of the Holding Company is pending with Mumbai Port Trust.

Capital work in progress under development

| Capital work in progress | To be completed in | | | | Ageing Analysis | | | |
|--|--------------------|-----------|-----------|-----------|------------------|-----------|-----------|-----------|
| | Less than 1 year | 1-2 years | 2-3 years | > 3 years | Less than 1 year | 1-2 years | 2-3 years | > 3 years |
| Office Block - Kanhan Factory as at March 31, 2022 | 13.60 | 0.00 | 0.00 | 0.00 | 13.15 | 0.45 | 0.00 | 0.00 |
| Office Block - R & D Office as at March 31, 2021 | 71.87 | 0.00 | 0.00 | 0.00 | 0.00 | 5.05 | 66.82 | 0.00 |

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

2.11 (A) DETAILS OF NON CURRENT INVESTMENTS

Details of other than Trade Investments (Long Term Investment)

₹ In Lakhs

| Sr. No. | Name of the Body Corporate | Subsidiary / Associate / JV/ Controlled Entity / Others | No. of Shares / Units | | Quoted / Unquoted | Amount | |
|----------|--|---|-----------------------|-----------|-------------------|-----------|-----------|
| | | | 31-Mar-22 | 31-Mar-21 | | 31-Mar-22 | 31-Mar-21 |
| a | INVESTMENT IN EQUITY INSTRUMENTS | | | | | | |
| I | INVESTMENT IN OTHER COMPANY | | | | | | |
| 1 | AXIS BANK LIMITED | Others | 1500 | - | Quoted | 12.08 | - |
| 2 | BATA INDIA LTD | Others | - | 1000 | Quoted | - | 13.46 |
| 3 | BSE LIMITED | Others | 2250 | - | Quoted | 14.75 | - |
| 4 | CHOLAMANDALAM INVESTMENT AND FINANCE COMPANY LTD | Others | 2999 | 2999 | Quoted | 9.13 | 9.13 |
| 5 | CMS INFO SYSTEMS LIMITED | Others | 4000 | - | Quoted | 11.31 | - |
| 6 | DCB BANK LTD | Others | 7500 | 7500 | Quoted | 17.99 | 17.99 |
| 7 | DIVI'S LABORATORIES LTD | Others | 300 | - | Quoted | 12.19 | - |
| 8 | GLAND PHARMA LIMITED | Others | 500 | - | Quoted | 13.97 | - |
| 9 | GREENPANEL INDUSTRIES LTD | Others | 3000 | - | Quoted | 12.55 | - |
| 10 | HDFC BANK LTD | Others | 1600 | 2400 | Quoted | 19.28 | 28.97 |
| 11 | HDFC LTD | Others | 400 | 400 | Quoted | 8.95 | 8.95 |
| 12 | HDFC LIFE INSURANCE COMPANY LTD | Others | 5000 | 5000 | Quoted | 22.69 | 22.69 |
| 13 | HEG LTD | Others | 1696 | 1696 | Quoted | 54.76 | 54.76 |
| 14 | HINDUSTAN CONSTRUCTION COMPANY LTD | Others | 476800 | 476800 | Quoted | 25.60 | 25.60 |
| 15 | INDO COUNT INDUSTRIES LTD | Others | 5000 | - | Quoted | 10.30 | - |
| 16 | ICICI BANK LTD | Others | 7000 | 5000 | Quoted | 32.97 | 19.23 |
| 17 | ICICI SECURITIES LTD | Others | 3500 | 3500 | Quoted | 8.13 | 8.13 |
| 18 | IIFL FINANCE LIMITED | Others | 3500 | - | Quoted | 10.91 | - |
| 19 | INFOSYS LTD | Others | 1300 | 950 | Quoted | 17.31 | 11.88 |
| 20 | KOPRAN LIMITED | Others | 2500 | - | Quoted | 5.49 | - |
| 21 | KOTAK MAHINDRA BANK LTD | Others | 1600 | 2400 | Quoted | 23.90 | 35.94 |
| 22 | MAHINDRA LOGISTIC LTD | Others | - | 3500 | Quoted | - | 17.63 |
| 23 | MAHINDRA HOLIDAYS & RESORTS INDIA LTD | Others | 7500 | - | Quoted | 13.01 | - |
| 24 | NATIONAL THERMAL POWARE CORPORATION LTD | Others | 20110 | 20110 | Quoted | 10.39 | 10.39 |
| 25 | NEWGEN SOFTWARE TECH LTD | Others | 1500 | - | Quoted | 9.73 | - |
| 26 | PAGE INDUSTRIES LTD | Others | 100 | 100 | Quoted | 23.86 | 23.86 |
| 27 | QUESS CORP LTD | Others | - | 1500 | Quoted | - | 9.20 |
| 28 | SUVEN PHARMACEUTICALS LTD | Others | 3600 | 3600 | Quoted | 10.56 | 10.56 |
| 29 | SUPRIYA LIFESCIENCE LTD | Others | 2000 | - | Quoted | 9.89 | - |
| 30 | TECH MAHINDRA LTD | Others | 1250 | 1250 | Quoted | 10.19 | 10.19 |
| 31 | TECHOCRAFT INDUSTRIES LTD | Others | 2500 | 2500 | Quoted | 9.34 | 9.34 |
| 32 | TCI EXPRESS LTD | Others | 1000 | 1000 | Quoted | 6.84 | 6.84 |
| 33 | TEAMLEASE SERVICES LTD | Others | - | 500 | Quoted | - | 14.44 |
| 34 | THE ANUP ENGINEERING LTD | Others | 2500 | 2500 | Quoted | 14.25 | 14.25 |
| 35 | TATA CONSULTANCY SERVICES LTD | Others | 9400 | 8900 | Quoted | 34.24 | 18.21 |
| 36 | UNITED DRILLING TOOLS LTD | Others | 2000 | - | Quoted | 9.64 | - |
| 37 | VIP INDUSTRIES LTD | Others | 4000 | 4000 | Quoted | 18.15 | 18.15 |
| 38 | VARUN BEVERAGES LIMITED | Others | 2992 | 1995 | Quoted | 18.44 | 18.44 |

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

₹ In Lakhs

| Sr. No. | Name of the Body Corporate | Subsidiary / Associate / JV/ Controlled Entity / Others | No. of Shares / Units | | Quoted / Unquoted | Amount | |
|-----------|---|---|-----------------------|------------|-------------------|---------------|---------------|
| | | | 31-Mar-22 | 31-Mar-21 | | 31-Mar-22 | 31-Mar-21 |
| II | INVESTMENT IN ENAM PORTFOLIO ADVISORY SERVICES | | | | | | |
| 1 | ADITYA BIRLA FASHION AND RETAIL LTD | Others | 6800 | - | Quoted | 14.74 | - |
| 2 | APL APOLLO TUBES LTD | Others | 2800 | - | Quoted | 23.63 | - |
| 3 | APOLLO TRICOAT TUBES LTD | Others | 500 | - | Quoted | 4.11 | - |
| 4 | AXIS BANK LTD | Others | 3800 | - | Quoted | 29.31 | - |
| 5 | BAJAJ ELECTRICALS LTD | Others | 1775 | - | Quoted | 20.29 | - |
| 6 | BALKRISHNA INDUSTRIES LTD | Others | 750 | - | Quoted | 17.65 | - |
| 7 | CENTURY PLYBOARDS (INDIA) LTD | Others | 3275 | - | Quoted | 13.54 | - |
| 8 | CROMPTON GREAVES CONSUMER ELECTRICAL LTD | Others | 3250 | - | Quoted | 15.09 | - |
| 9 | DALMIA BHARAT LTD | Others | 875 | - | Quoted | 16.92 | - |
| 10 | DIVI'S LABORATORIES LTD | Others | 625 | - | Quoted | 29.38 | - |
| 11 | HDFC BANK LTD | Others | 900 | - | Quoted | 13.72 | - |
| 12 | ICICI BANK LTD | Others | 4725 | - | Quoted | 31.60 | - |
| 13 | INDO COUNT INDUSTRIES LTD | Others | 6850 | - | Quoted | 15.07 | - |
| 14 | INDUSIND BANK LTD | Others | 2075 | - | Quoted | 21.82 | - |
| 15 | KAJARIA CERAMICS LTD | Others | 1550 | - | Quoted | 15.63 | - |
| 16 | KOTAK MAHINDRA BANK LTD | Others | 950 | - | Quoted | 17.89 | - |
| 17 | MAHINDRA HOLIDAYS & RESORTS (I) LTD | Others | 10550 | - | Quoted | 21.77 | - |
| 18 | TATA CONSUMER PRODUCTS LTD | Others | 1650 | - | Quoted | 12.90 | - |
| 19 | TECH MAHINDRA LTD | Others | 1850 | - | Quoted | 23.57 | - |
| 20 | UPL LTD | Others | 3650 | - | Quoted | 29.51 | - |
| 21 | VARUN BEVERAGES LTD | Others | 2875 | - | Quoted | 21.79 | - |
| | TOTAL a | | | | | 952.76 | 438.23 |
| b | Investments in Mutual Funds | | | | | | |
| 1 | ADITYA BIRLA SUN LIFE MULTICAP FUND REGULAR PLAN GROWTH | Others | 749962.502 | - | Quoted | 75.00 | - |
| 2 | AXIS BLUECHIP FUND REGULAR GROWTH | Others | 99522.269 | - | Quoted | 40.00 | - |
| 3 | AXIS MID CAP FUND REGULAR GROWTH | Others | 51428.939 | - | Quoted | 30.00 | - |
| 4 | CANARA ROBECO BLUE CHIP EQUITY FUND GROWTH | Others | 110096.339 | - | Quoted | 40.00 | - |
| 5 | ICICI PRUDENTIAL FLEXICAP FUND GROWTH | Others | 499975.001 | - | Quoted | 50.00 | - |
| 6 | INVESCO INDIA CONTRA FUND - GROWTH | Others | 216919.740 | 216919.740 | Quoted | 100.00 | 100.00 |
| 7 | KOTAK EMERGING EQUITY FUND GROWTH | Others | 65083.963 | - | Quoted | 40.00 | - |
| 8 | KOTAK MULTICAP FUND REGULAR PLAN GROWTH | Others | 499975.001 | - | Quoted | 50.00 | - |
| 9 | MIRAE ASSET MID CAP FUND REGULAR PLAN GROWTH | Others | 583095.110 | - | Quoted | 105.00 | - |
| 10 | TATA HYBRID EQUITY FUND REGULAR GROWTH (FORMERLY KNOWN AS TATA BALANCED FUND REGULAR PLAN GROWTH) | Others | - | 23328.920 | Quoted | - | 40.00 |
| 11 | TATA MULTICAP FUND REGULAR PLAN GROWTH | Others | 500000.000 | 500000.000 | Quoted | 50.00 | 50.00 |
| | TOTAL b | | | | | 580.00 | 190.00 |
| c | Investments in bonds & debentures | | | | | | |
| 1 | POWER FINANCE CORPORATION LTD TAX FREE BONDS @ 8.20% | Others | - | 712 | Quoted | - | 7.12 |
| 2 | POWER FINANCE CORPORATION LTD TAX FREE BONDS @ 7.19% | Others | 1000 | 1000 | Quoted | 10.00 | 10.00 |
| 3 | NATIONAL HIGHWAY AUTHORITY OF INDIA TAX FREE BONDS @ 8.20% | Others | - | 618 | Quoted | - | 6.18 |
| 4 | NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT TAX FREE BONDS @ 7.35% | Others | 250 | 250 | Quoted | 2.50 | 2.50 |

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

₹ In Lakhs

| Sr. No. | Name of the Body Corporate | Subsidiary / Associate / JV/ Controlled Entity / Others | No. of Shares / Units | | Quoted / Unquoted | Amount | |
|----------|--|---|-----------------------|--------------|-------------------|-----------------|-----------------|
| | | | 31-Mar-22 | 31-Mar-21 | | 31-Mar-22 | 31-Mar-21 |
| 5 | NTPC LIMITED TAX FREE BONDS @ 7.28% | Others | 125 | 125 | Quoted | 1.25 | 1.25 |
| 6 | HOUSING AND URBAN DEVELOPMENT CORPORATION LTD TAX FREE BONDS @ 7.34% | Others | 1000 | 1000 | Quoted | 10.00 | 10.00 |
| 7 | INDIAN RAILWAY FINANCE CORPORATION LTD TAX FREE BONDS @ 7.35 % | Others | 294 | 294 | Quoted | 2.94 | 2.94 |
| 8 | RURAL ELECTRIFICATION CORPORATION LTD TAX FREE BONDS @ 7.22% | Others | 1000 | 1000 | Quoted | 10.00 | 10.00 |
| 9 | RURAL ELECTRIFICATION CORPORATION LTD TAX FREE BONDS @ 8.01% | Others | 1000 | 1000 | Quoted | 10.00 | 10.00 |
| 10 | NATIONAL THERMAL POWER CORPORATION LTD DEBENTURE @ 8.54% | Others | 16759 | 16759 | Unquoted | - | - |
| | TOTAL c | | | | | 46.69 | 59.99 |
| d | Other non-current investments | | | | | | |
| | Real Estate Portfolio Management Services | | | | | | |
| 1 | INDIAREIT FUND SCHEME V | Others | - | - | Unquoted | 60.81 | 62.49 |
| | INFRASTRUCTURE PORTFOLIO & PMS | | | | | | |
| 1 | IDFC HYBRID INFRASTRUCTURE PORTFOLIO | Others | - | - | Unquoted | 5.92 | 5.92 |
| 2 | INDIA REALTY EXCELLENCE FUND III | Others | - | - | Unquoted | 65.26 | 88.96 |
| | TOTAL d | | | | | 131.99 | 157.38 |
| e | PMS & AIF | | | | | | |
| 1 | ASK INVESTMENT MANAGERS PVT LTD (INDIAN ENTREPRENEUR PORTFOLIO) | Others | - | - | Quoted | 359.28 | 241.50 |
| 2 | IIFL MULTICAP PMS | Others | - | - | Quoted | 486.33 | 98.66 |
| 3 | MOTILAL OSWAL MANAGEMENT COMPANY LIMITED (NEXT TRILLION DOLLAR OPPORTUNITY STRATEGY) | Others | - | - | Quoted | 189.27 | 187.94 |
| 4 | MOTILAL OSWAL MANAGEMENT COMPANY LIMITED (IOP V2) | Others | - | - | Quoted | 191.60 | 143.27 |
| 5 | MOTILAL OSWAL FOCUSED MULTICAP OPPORTUNITIES FUND -AIF | Others | - | 2275467.5410 | Quoted | - | 246.55 |
| 6 | MOTILAL OSWAL FOCUSED EMERGENCE FUND - AIF | Others | - | 1799371.6580 | Quoted | - | 173.51 |
| 7 | ABAKKUS GROWTH FUND - 1 - AIF | Others | 18629.6426 | 18629.6426 | Quoted | 200.00 | 200.00 |
| 8 | ABAKKUS EMERGING OPPORTUNITIES FUND - 1 - AIF | Others | 7507.2116 | 7507.2116 | Quoted | 100.00 | 100.00 |
| | TOTAL e | | | | | 1,526.48 | 1,391.43 |
| | GROSS TOTAL (a+b+c+d+e) | | | | | 3,237.91 | 2,237.03 |

Market Value of Non Current Investment

(Quoted Investment ₹ 4,506.64 Lakhs) (Previous Year ₹ 2,926.89 Lakhs)

(Unquoted Investment ₹ 131.99 Lakhs) (Previous Year ₹ 1,57.38 Lakhs)

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022
2.11 B) INVESTMENT PROPERTY

₹ In Lakhs

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|--|-------------------------|-------------------------|
| Gross Block | | |
| Balances at the beginning of the year | 1,191.42 | 1,191.42 |
| Additions | - | - |
| Adjustments * | - | - |
| Disposal | - | - |
| Balances at the year end | 1,191.42 | 1,191.42 |
| Accumulated depreciation | | |
| Balances at the beginning of the year | 533.81 | 507.46 |
| Additions | 25.03 | 26.35 |
| Adjustments * | - | - |
| Disposal | - | - |
| Balances at the year end | 558.85 | 533.81 |
| Carrying amounts of | | |
| Investment in residential premises | | |
| Balances at the beginning of the year | 500.64 | 526.99 |
| Additions | | |
| Adjustments * | - | - |
| Disposal | - | - |
| Depreciation expenses (net) | 25.03 | 26.35 |
| Balances at the year end | 475.61 | 500.64 |
| Freehold land investment | | |
| Balances at the beginning of the year | 156.96 | 156.96 |
| Additions | | |
| Adjustments * | - | - |
| Disposal | - | - |
| Balances at the year end | 156.96 | 156.96 |
| Total | 632.57 | 657.60 |

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

2.11 (C) DETAILS OF CURRENT INVESTMENTS / STOCK IN TRADE

₹ In Lakhs

| Sr. No. | Name of the Body Corporate | Subsidiary / Associate / JV/ Controlled Entity / Others | No. of Shares / Units | | Quoted / Unquoted | Partly Paid / Fully paid | Amount | |
|---------|---|---|-----------------------|-------------|-------------------|--------------------------|-----------------|-----------|
| | | | 31-Mar-22 | 31-Mar-21 | | | 31-Mar-22 | 31-Mar-21 |
| | Other than Trade Investments in Mutual Funds | | | | | | | |
| 1 | AXIS LIQUID FUND GROWTH | Others | - | 33062.657 | Quoted | Fully Paid | - | 750.00 |
| 2 | IDFC LOW DURATION FUND GROWTH | Others | 3090103.339 | 3320030.421 | Quoted | Fully Paid | 960.00 | 1,000.00 |
| 3 | KOTAK LIQUID FUND GROWTH | Others | - | 18143.113 | Quoted | Fully Paid | - | 750.00 |
| 4 | TATA TREASURY ADVANTAGE FUND REGULAR PLAN GROWTH | Others | 28455.269 | - | Quoted | Fully Paid | 900.00 | - |
| 5 | NIP ETF LIQUID BeES (FROMERLY KNOWN AS REL ETF LIQUID BeES) | Others | 0.088 | 0.088 | Quoted | Fully Paid | 0.00 | 0.00 |
| | GROSS TOTAL | | | | | | 1,860.00 | 2,500.00 |

Market Value of Current Investment

(Quoted Investment ₹ 1,877.78 Lakhs) (Previous Year ₹ 2,506.82 Lakhs)

2.12 DEFERRED TAX ASSETS AND LIABILITIES (NET)

₹ in Lakhs

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|--|----------------------|----------------------|
| Deferred tax liabilities | | |
| Excess of net block of fixed assets as per books of accounts over net block for tax purpose | | |
| Depreciation | 34.15 | 50.26 |
| On fair Value on acquisition of Land | 127.73 | 127.73 |
| Total (A) | 161.88 | 177.99 |
| Deferred tax assets | | |
| Excess of net block of fixed assets as per tax purpose over net block as per books of accounts | - | |
| Provision for doubtful debts and advances | 51.33 | 51.33 |
| Disallowances under Income Tax Act, 1961 | 5.71 | 136.27 |
| Provision for Employee benefits | 345.51 | 154.65 |
| Total (B) | 402.54 | 342.25 |
| TOTAL (Deferred Tax Liabilities / (Asset) (Net) (B)-(A)) | 240.66 | 164.26 |

Deferred tax assets and deferred tax liabilities have been offset as they relate to same governing taxation laws.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

2.13 LONG TERM LOANS AND ADVANCES

₹ in Lakhs

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|---------------------------|-------------------------|-------------------------|
| Unsecured considered good | | |
| Capital advances | 3.28 | 1,192.44 |
| Others ^ | 131.17 | 155.59 |
| TOTAL | 134.45 | 1,348.03 |

^ Others includes expenses reimbursement recoverable and prepaid expenses

2.14 OTHER NON-CURRENT ASSETS

₹ in Lakhs

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|------------------------------|-------------------------|-------------------------|
| Unsecured considered good | | |
| Long term trade receivables | 8,501.00 | 6,646.36 |
| Security and other deposits | 479.23 | 484.12 |
| Bank Deposits* | 3,325.44 | 3,330.60 |
| Interest accrued on deposits | 32.72 | 28.19 |
| TOTAL | 12,338.39 | 10,489.27 |

Trade receivables includes retentions ₹ 5557.90 lakhs (March 31, 2021 ₹ 4866.06 lakhs)

Other non-current assets are hypothecated as security by creating 1st pari passu charge for securing working capital facilities from bank (refer note no. 2.6)

* Deposits with banks are earmarked against bank guarantees given as earnest money deposits.

Ageing analysis FY 2021- 22

| Sr. no. | Particulars | Unbilled | Not Due | Outstanding for the following period from due date of payments: | | | | | Total |
|---------|---|----------|---------|---|-----------------|-----------|-----------|-------------------|----------------|
| | | | | Less than 6 months | 6 months-1 year | 1-2 years | 2-3 years | More than 3 years | |
| (i) | Undisputed -Trade receivables – considered good | - | 187.70 | 394.92 | 902.86 | 739.77 | 960.32 | 5315.44 | 8501.00 |
| (ii) | Undisputed - Trade Receivables – which have significant increase in credit risk | - | - | - | - | - | - | - | - |
| (iii) | Disputed - Trade Receivables – considered good | - | - | - | - | - | - | - | - |
| (iv) | Disputed - Trade Receivables – which have significant increase in credit risk | - | - | - | - | - | - | - | - |
| | Total Trade receivable | | | | | | | | 8501.00 |

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

2.14 OTHER NON-CURRENT ASSETS (CONTD.)

Ageing analysis FY 2020-21

| Sr. no. | Particulars | Unbilled | Not Due | Outstanding for the following period from due date of payments: | | | | | Total |
|---------|---|----------|---------|---|-----------------|-----------|-----------|-------------------|----------------|
| | | | | Less than 6 months | 6 months-1 year | 1-2 years | 2-3 years | More than 3 years | |
| (i) | Undisputed -Trade receivables – considered good | - | - | 252.00 | 60.69 | 1377.12 | 224.27 | 4732.28 | 6646.36 |
| (ii) | Undisputed - Trade Receivables – which have significant increase in credit risk | - | - | - | - | - | - | - | - |
| (iii) | Disputed - Trade Receivables – considered good | - | - | - | - | - | - | - | - |
| (iv) | Disputed - Trade Receivables – which have significant increase in credit risk | - | - | - | - | - | - | - | - |
| | Total Trade receivable | | | | | | | | 6646.36 |

2.15 INVENTORIES

₹ in Lakhs

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|-------------------------------------|------------------------|------------------------|
| Raw Materials, Stores & Spares | | |
| Raw Materials | 1,289.39 | 1,343.56 |
| Stores and Spares | 730.41 | 791.16 |
| Loose Tools | 154.37 | 230.00 |
| | <u>2,174.17</u> | <u>2,364.72</u> |
| Bought-out Items | 3,290.46 | 3,372.33 |
| Finished goods and work in progress | | |
| Finished Goods | 1,180.94 | 703.84 |
| Work in Progress | 189.92 | 313.03 |
| | <u>1,370.86</u> | <u>1,016.87</u> |
| Stock-in-trade - Land | 1,046.92 | 1,046.92 |
| TOTAL | <u>7,882.41</u> | <u>7,800.84</u> |

The mode of valuation of inventory has been stated in note 1.12 of significant accounting policy.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

2.16 TRADE RECEIVABLES

₹ in Lakhs

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|---|-------------------------|-------------------------|
| Unsecured, considered good | | |
| Outstanding for a period exceeding six months from the date they are due for payment | 699.14 | 291.97 |
| Others | 70,317.07 | 55,429.73 |
| Less: Progress Payments and Advances from contractees to the extent of value of work done | 70,317.07 | 55,429.73 |
| Unsecured, considered doubtful | | |
| Outstanding for a period exceeding six months from the date they are due for payment (Refer Note No.2.34) | 203.90 | 203.90 |
| Others | | |
| Less: Provision for doubtful debts | 203.90 | 203.90 |
| | - | - |
| TOTAL | 71,016.21 | 55,721.70 |

Trade receivables includes retentions ₹ 33771.74 lakhs (March 31, 2021 ₹ 36464.79 lakhs)

Ageing analysis FY 2021- 22

| Sr. no. | Particulars | Unbilled | Not Due | Outstanding for the following period from due date of payments: | | | | | Total |
|---------|---|----------|----------|---|------------------|-----------|-----------|-------------------|------------------|
| | | | | Less than 6 months | 6 months -1 year | 1-2 years | 2-3 years | More than 3 years | |
| (i) | Undisputed -Trade receivables – considered good | - | 4,475.04 | 43,741.04 | 3,601.75 | 8,121.72 | 3,033.01 | 8,043.65 | 71,016.21 |
| (ii) | Undisputed - Trade Receivables – which have significant increase in credit risk | - | - | - | - | - | - | 16.91 | 16.91 |
| (iii) | Disputed - Trade Receivables – considered good | - | - | - | - | - | - | 186.99 | 186.99 |
| (iv) | Disputed - Trade Receivables – which have significant increase in credit risk | - | - | - | - | - | - | - | - |
| | Sub total | | | | | | | | 71,220.11 |
| | Less : Allowance for bad and doubtful debts | - | - | - | - | - | - | (203.90) | (203.90) |
| | Total | | | | | | | | 71,016.21 |

Ageing analysis FY 2020-21

| Sr. no. | Particulars | Unbilled | Not Due | Outstanding for the following period from due date of payments: | | | | | Total |
|---------|---|----------|----------|---|------------------|-----------|-----------|-------------------|------------------|
| | | | | Less than 6 months | 6 months -1 year | 1-2 years | 2-3 years | More than 3 years | |
| (i) | Undisputed -Trade receivables – considered good | - | 6,381.93 | 18,015.34 | 6,830.51 | 9,859.00 | 9,351.78 | 5,283.14 | 55,721.70 |
| (ii) | Undisputed - Trade Receivables – which have significant increase in credit risk | - | - | - | - | - | - | 16.91 | 16.91 |
| (iii) | Disputed - Trade Receivables – considered good | - | - | - | - | - | - | 186.99 | 186.99 |
| (iv) | Disputed - Trade Receivables – which have significant increase in credit risk | - | - | - | - | - | - | - | - |
| | Total Trade receivable | | | | | | | | 55,925.61 |
| | Less : Allowance for bad and doubtful debts | - | - | - | - | - | - | (203.90) | (203.90) |
| | Total | | | | | | | | 55,721.70 |

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

2.17 CASH AND BANK BALANCES

| Particulars | ₹ in Lakhs | |
|---|-------------------------|-------------------------|
| | As at March 31, 2022 | As at March 31, 2021 |
| Cash and Cash equivalents | | |
| (a) Cash on Hand | 4.27 | 10.40 |
| Cheques on Hand | - | - |
| Balances with Banks in Current Accounts | 84.11 | 281.84 |
| | 88.38 | 292.23 |
| Other Bank Balances | | |
| (b) Deposits with Banks | | |
| Fixed Deposits with Bank | - | 185.00 |
| Margin money deposits ^ | 3,860.43 | 2,440.66 |
| Unpaid dividend account | 173.39 | 175.31 |
| | 4,033.82 | 2,800.97 |
| TOTAL | 4,122.20 | 3,093.21 |

^ Earmarked against bank guarantees given for performance of the contracts with customers.

2.18 SHORT-TERM LOANS AND ADVANCES

| Particulars | ₹ in Lakhs | |
|------------------------------------|-------------------------|-------------------------|
| | As at March 31, 2022 | As at March 31, 2021 |
| Unsecured, considered good | | |
| Advance to suppliers / contractors | 169.07 | 642.93 |
| Others ^ | 1,614.50 | 1,391.53 |
| TOTAL | 1,783.57 | 2,034.46 |

^ Others includes prepaid expenses and recoverable expenses

Short term loans & advances are hypothecated as security by creating 1st pari passu charge for securing working capital facilities from bank (refer note no. 2.6)

2.19 OTHER CURRENT ASSETS

| Particulars | ₹ in Lakhs | |
|--|-------------------------|-------------------------|
| | As at March 31, 2022 | As at March 31, 2021 |
| Contract work in progress | 66,987.10 | 78,756.74 |
| Security and Other Deposits | 812.60 | 509.53 |
| Interest accrued on Deposits | 61.42 | 43.78 |
| Accrued Interest on Bonds | 0.91 | 2.11 |
| Interest receivable from PMS | 4.09 | 5.75 |
| Amount receivable from PMS | 4.18 | 3.52 |
| Dividend receivable from PMS & Other Receivables | 0.01 | - |
| Indirect taxes receivable | 16,359.54 | 14,848.51 |
| Advance payment of taxes | 13,057.02 | 10,268.60 |
| Less: Provision for taxation | (10,373.54) | (8,286.55) |
| Others | 670.84 | 560.60 |
| TOTAL | 87,584.17 | 96,712.59 |

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022
2.20 REVENUE FROM OPERATIONS

| Particulars | ₹ in Lakhs | |
|---|---------------------------|---------------------------|
| | For the Year 2021-22 | For the Year 2020-21 |
| Sale of Securities & Commodities (Refer Annexure I) | 4,357.60 | - |
| Dividend Income | - | - |
| Income from Long Term Investments. (Gross) | - | - |
| Equity shares (Subsidiary Company) | - | - |
| On Equity Shares & Mutual Funds/pms | 17.69 | 7.92 |
| Income from Current Investments. (Gross) | - | - |
| Dividend on Investment in Shares | - | - |
| Dividend on Mutual Funds | - | - |
| Net gain/loss on sale of AIF | 49.52 | - |
| Net gain/loss on sale of Long Term investments | 157.32 | 14.56 |
| Net gain/loss on sale of Short Term investments | (10.64) | 2.82 |
| Interest on Bank Fixed Deposits | 0.50 | 88.51 |
| Interest (Debentures) | 11.13 | 13.11 |
| Interest (Taxfree Bonds) | 4.37 | 4.55 |
| Interest (Other) | - | - |
| Bill Discounting Charges | - | - |
| | 4,587.49 | 131.47 |
| Sales of products | 6,667.47 | 6,796.59 |
| Contract Revenue | <u>1,44,956.41</u> | <u>1,17,021.15</u> |
| | 1,51,623.88 | 1,23,817.74 |
| Other Operating Income | | |
| Sale of Scrap | 110.52 | 53.60 |
| Miscellaneous Income | <u>304.69</u> | <u>268.29</u> |
| | 415.21 | 321.89 |
| TOTAL | <u>1,56,626.58</u> | <u>1,24,271.10</u> |

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

2.21 OTHER INCOME

| Particulars | ₹ in Lakhs | |
|--------------------------------------|-------------------------|-------------------------|
| | For the Year 2021-22 | For the Year 2020-21 |
| Income from Rent | - | - |
| Short Term Capital Gain | - | - |
| Other Income | - | - |
| Profit on sale of Motor Car | - | - |
| Refund of Management Fees- L&T | - | - |
| Dividend from long term investments | 4.32 | 3.20 |
| Interest Income | 329.46 | 354.69 |
| Profit On Sale of Investments (Net) | - | - |
| Profit On Sale of Fixed Assets (Net) | 51.86 | 126.88 |
| Miscellaneous Income** | 82.72 | 2,240.94 |
| Other Income | 0.23 | 0.43 |
| TOTAL | 468.59 | 2,726.14 |

Miscellaneous income for the year ended March 2022 ₹ Nil, March 2021 includes reversal of outstanding interest provision of ₹ 2132 Lakhs due to waiver granted under the Amnesty Scheme - 2021 of State Government of Rajasthan.

2.22 COST OF MATERIALS CONSUMED

| Particulars | ₹ in Lakhs | |
|---|-------------------------|-------------------------|
| | For the Year 2021-22 | For the Year 2020-21 |
| Opening Stock | 2,500.00 | 0.00 |
| Add: Purchases (Refer Annexure I) | 3,660.00 | 2,500.00 |
| | 6,160.00 | 2,500.00 |
| Less: Diminution in value of investment | | |
| Less: Closing stock (Refer Annexure I) | (1,860.00) | (2,500.00) |
| Less: Diminution in Value of investment | | |
| | (1,860.00) | (2,500.00) |
| Total | | |
| Cost of securities and commodities sold | 4,300.00 | - |
| Opening Inventory | 1,343.56 | 1,586.54 |
| Add: Purchases | 3,721.60 | 3,141.40 |
| | 5,065.16 | 4,727.94 |
| Less: Inventory at the end of the year | 1,289.39 | 1,343.56 |
| Raw materials consumed | 3,775.77 | 3,384.38 |
| Stores and Spares Consumed | 601.59 | 605.36 |
| TOTAL | 8,677.36 | 3,989.74 |

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022
2.23 CHANGES IN INVENTORIES OF FINISHED GOODS, WORK IN PROGRESS & STOCK IN TRADE

| ₹ in Lakhs | | |
|--|-------------------------|-------------------------|
| Particulars | For the Year 2021-22 | For the Year 2020-21 |
| I (Increase) / Decrease in Finish Goods & Work in Progress | | |
| A) Stock at the beginning of the year | | |
| Finished Goods | 703.84 | 505.71 |
| Work-in-progress | <u>313.03</u> | <u>199.95</u> |
| Total A | 1,016.87 | 705.66 |
| B) Stock at the end of the year | | |
| Finished Goods | 1,180.94 | 703.84 |
| Work-in-progress | <u>189.92</u> | <u>313.03</u> |
| Total B | 1,370.86 | 1,016.87 |
| Net (increase) / decrease in finished goods and work in progress, [(A) - (B)] | <u>(353.99)</u> | <u>(311.21)</u> |
| II (Increase) / Decrease in Stock In Trade - Land | | |
| A) Stock at the beginning of the year | 1,046.92 | 1,046.92 |
| B) Stock at the end of the year | <u>1,046.92</u> | <u>1,046.92</u> |
| Net (increase) / decrease in stock in trade [(A) - (B)] | - | - |
| Total changes in inventories of finished goods, work in progress and stock in trade | <u>(353.99)</u> | <u>(311.21)</u> |

2.24 CONSTRUCTION EXPENSES

| ₹ in Lakhs | | |
|--|-------------------------|-------------------------|
| Particulars | For the Year 2021-22 | For the Year 2020-21 |
| Subcontracting Expenses | 65,702.10 | 51,333.26 |
| Consumption of Bought out Items | | |
| Opening Inventory | 3,372.33 | 2,991.74 |
| Add: Purchases during the year | 49,614.39 | 42,842.90 |
| Less: Inventory at the end of the year | <u>3,290.46</u> | <u>3,372.33</u> |
| | <u>49,696.26</u> | <u>42,462.31</u> |
| Transport | 1,608.50 | 1,024.81 |
| Bank guarantee charges | 757.59 | 794.62 |
| Insurance | 361.88 | 355.13 |
| Labour cess and other charges ^ | 2,045.27 | 1,111.97 |
| Total construction expenses | <u>1,20,171.60</u> | <u>97,082.10</u> |

^ The Operating Expenses that are directly attributable to the Operating Revenue have been regrouped to 'Construction expenses' from 'Other Expenses'

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

2.25 MANUFACTURING AND OTHER EXPENSES

| Particulars | ₹ in Lakhs | |
|--------------------------------|-------------------------|-------------------------|
| | For the Year 2021-22 | For the Year 2020-21 |
| Fabrication Charges | 723.88 | 485.47 |
| Lining and Outcoating Expenses | 52.68 | 22.04 |
| Power & Fuel | 338.05 | 277.47 |
| TOTAL | 1,114.61 | 784.98 |

2.26 EMPLOYEE BENEFITS EXPENSES

| Particulars | ₹ in Lakhs | |
|---|-------------------------|-------------------------|
| | For the Year 2021-22 | For the Year 2020-21 |
| a) Salary,Wages,Bonus & Commission | 6,557.41 | 5,906.98 |
| b) Contribution to / Provision for Provident fund and Other Funds | 1,162.24 | 776.29 |
| c) Staff Welfare Expenses | 257.24 | 233.31 |
| TOTAL | 7,976.89 | 6,916.58 |

2.27 FINANCE COSTS

| Particulars | ₹ in Lakhs | |
|--|-------------------------|-------------------------|
| | For the Year 2021-22 | For the Year 2020-21 |
| Interest expenses on | | |
| Long Term Loans | 475.03 | 729.09 |
| Short Term Loans | 3,521.49 | 4,130.23 |
| Cash Credits & Others | 1,251.22 | 1,429.56 |
| | 5,247.74 | 6,288.88 |
| Other borrowing costs / Bank guarantee charges | 559.50 | 424.94 |
| TOTAL | 5,807.25 | 6,713.82 |

2.28 DEPRECIATION AND AMORTIZATION EXPENSES

| Particulars | ₹ in Lakhs | |
|-------------------------------------|-------------------------|-------------------------|
| | For the Year 2021-22 | For the Year 2020-21 |
| Depreciation on tangible assets | 1,441.35 | 1,676.98 |
| Depreciation on investment property | 25.03 | 26.35 |
| Amortisation on intangible assets | 25.22 | 26.54 |
| TOTAL | 1,491.60 | 1,729.87 |

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022
2.29 OTHER EXPENSES

| | | ₹ in Lakhs | |
|--|--|-------------------------|-------------------------|
| Particulars | | For the Year 2021-22 | For the Year 2020-21 |
| a) Printing and Stationery | | 77.95 | 68.13 |
| b) Communication Expenses | | 56.16 | 59.51 |
| c) Travelling and Conveyance | | 684.78 | 506.52 |
| d) Rent | | 490.77 | 457.47 |
| Less: Recovery | | — | — |
| | | <u>490.77</u> | <u>457.47</u> |
| e) Rates and Taxes | | 182.74 | 135.42 |
| f) Insurance | | 224.51 | 178.70 |
| g) Repairs and maintenance | | 248.43 | 193.29 |
| h) Legal and Professional Charges | | 346.54 | 392.90 |
| i) Directors' Sitting Fees | | 47.85 | 41.85 |
| j) Commission to Non Executive Directors | | 65.00 | 62.00 |
| k) Payment to Auditors' | | | |
| As Auditor : | | | |
| Audit fees | | 47.23 | 43.23 |
| Tax Audit Fees | | 0.25 | 0.25 |
| Cost audit fees | | 1.20 | 1.20 |
| Certification & Consultation fees / Other Services | | 11.74 | 27.08 |
| GST- Audit fees | | 0.25 | 0.25 |
| Reimbursement of expenses | | 0.03 | 0.88 |
| | | <u>60.70</u> | <u>72.89</u> |
| l) Freight | | 530.19 | 894.85 |
| m) Bad Debts and Advances Written Off | | 83.82 | 400.48 |
| n) Donations | | 5.42 | - |
| o) CSR Activity (Ref. Note No.: 2.34) | | 205.00 | 235.65 |
| p) Loss on sale of investment (Net) | | - | - |
| q) Portfolio Management Service Fees | | 51.09 | 25.01 |
| r) Miscellaneous Expenses | | 805.61 | 496.26 |
| s) GST Expenses | | 3.92 | - |
| TOTAL | | <u>4,170.50</u> | <u>4,220.93</u> |

2.30 Earnings Per Share (EPS)

| | | ₹ in Lakhs | |
|--|------------|-------------------------|-------------------------|
| Particulars | | For the Year 2021-22 | For the Year 2020-21 |
| Number of shares (face value ₹ 2.00 per share) | Nos. | 569782 | 569782 |
| Profit after tax before exceptional items | ₹ in lakhs | 3952.14 | 2905.48 |
| EPS - basic and diluted | ₹ | 693.62 | 509.93 |

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

2.31 The Company has amounts due to suppliers under the Micro, Small and Medium Enterprises Development Act, 2006. The disclosure pursuant to the said Act is as under :

₹ in Lakhs

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|---|-------------------------|-------------------------|
| Principal amount due to suppliers under MSMED Act | 1268.78 | 1966.04 |
| Interest accrued and due to suppliers under MSMED Act on the above amount | 26.92 | 22.06 |
| Payment made to suppliers (other than interest) beyond appointed day during the year. | Nil | Nil |
| Interest paid to suppliers under MSMED Act | Nil | Nil |
| Interest due and payable to suppliers under MSMED Act towards payments already made | 42.03 | 19.97 |
| Interest accrued and remaining unpaid at the end of the accounting year. | 68.95 | 42.03 |

Note : The above information regarding Micro, Small and Medium Enterprises has been determined to the extent such parties have been identified on the basis of information available with the Company. This has been relied upon by the auditors.

2.32 Disclosure in accordance with Accounting Standard-7(Revised) Amount due from / to customers on construction contracts

₹ in Lakhs

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|---|-------------------------|-------------------------|
| Contract Revenue for the year | 144956.41 | 117021.15 |
| Aggregate amount of cost incurred and recognised profits less recognised losses upto the reporting date on contract under progress. * | 1291735.57 | 1187908.28 |
| Advance received from customers | 13344.40 | 12639.09 |
| Retention Money | 21295.16 | 26002.53 |
| Gross amount due from customers for contract Work | 57408.75 | 33951.67 |
| Gross amount due to customers for contract Work | 0.00 | 0.00 |

* includes provision for foreseeable loss ₹ 24.78 lakhs (March 31, 2021 ₹ 9.08 lakhs)

2.33 Corporate Social Responsibility

- The Company has incurred CSR expenditure of ₹ 205.00 lakhs (March 31, 2021 ₹ 235.65 lakhs).
- The areas for CSR activities undertaken by the Company are health, medical aid, and education grants etc. The Company has formed its CSR Committee as per the Act and Rules thereon.
- As per section of 135 of the Companies Act, 2013 (the Act) a company meeting the applicability threshold, needs to spend at least 2% of its average net profit for the immediately preceding three financial years (calculated in accordance with the provisions of section 198 of the Act) on corporate social responsibility (CSR) activities/programs in terms of its CSR policy and schedule VII of the Act. The report on CSR activities and CSR expenditure incurred by the Company for the financial year 2020-21 is given in the Directors' Report.
- For the Financial year 2021-22 the Company could spend ₹ 53.06 lakhs (March 31, 2021 ₹ 147.00 lakhs) out of the committed CSR obligations of ₹ 205.00 lakhs (March 31, 2021 ₹ 235.65 lakhs) and was unable to spend CSR expenditure of ₹ 151.94 lakhs (March 31, 2021 ₹ 88.65 lakhs) . Being non-ongoing CSR projects, the unspent CSR expenditure of ₹ 151.94 lakhs for F.Y. 2021-22 will be donated/ contributed to the specified Fund/s within a period of six months from the end of the financial year March 31, 2022 i.e. on or before September 30, 2022 as required under section 135(5) of the Companies Act, 2013 and Rules thereunder. The unspent CSR expenditure of ₹ 88.65 lakhs for FY 2020-21 contributed to the specified fund.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

2.34 TRADE RECEIVABLE

An amount of ₹ 186.99 Lakhs [Previous Year ₹ 186.99 Lakhs (Net of ₹ 14.76 Lakhs- received till date)] is outstanding as receivable in respect of commodity trading transactions done on National Spot Exchange Limited (NSE). The Company has joined as an intervening party in a Representative Suit filed by Modern India Limited and others in the Honorable Bombay High Court for recovery of the same. Special Leave Petition filed by 63 Moons and others heard by Supreme Court and disposed during the Month of April 2019. Supreme Court has set aside the merger order passed by Union of India and order of Bombay High Court, upholding merger of NSEL with 63 Moons.

Since Merger order has been set aside, representative suit filed by Modern India Limited may come up for hearing at Bombay High Court.

Further various decrees have been passed by the High Court of Bombay against defaulters including sale of commodities and assets for recovery of dues and the same is also in process. Various agencies including Economic Offences Wing and Enforcement Directorate are also in process of liquidating assets of defaulters. In view of the uncertainties involved in making any reliable estimate of amount recoverable, provision if any will be considered at an appropriate time on the basis of resultant outcome, and hence, the same is shown as good.

However, the Company has provided for ₹ 186.99 Lakhs upto 31.03.2022 (Previous year ₹ 186.99 Lakhs) as 'Provision for doubtful debts' on conservative basis.

2.34 A Contingent liabilities and commitments (to the extent not provided for) :

₹ in Lakhs

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|---|-------------------------|-------------------------|
| 1 | | |
| Claims against the Company not acknowledge as debts comprise of claims disputed by the Company relating to issue of applicability , classification, deductibility, etc. | | |
| a. Claims against the company not acknowledged as debts | 12.50 | 12.50 |
| b. Sales tax / VAT demand under appeal | 75.52 | 85.54 |
| c. Demands raised by Excise department excluding interest, if any, leviable thereon. | 139.25 | 133.49 |
| d. Service tax demand under appeal | 349.15 | 324.31 |
| The management believes that the outcome of any pending litigation will not have a material adverse effect on the Company's financial position and the results of operations. | | |
| In respect of above, it is not practicable for the Company to estimate the closure of these issues and the consequential timings of cash flow, if any. | | |
| 2 | | |
| Capital at commitments for capital expenditure are estimated | 3.28 | 88.37 |

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

2.35 Segment Reporting as per Accounting Standard 17 "Information about business segments" given below.

Consolidated Segment Information For the year ended 31st March, 2022

₹ in Lakhs

| | CONSTRUCTION ACTIVITY | | INVESTMENT ACTIVITY | | UNALLOCATED | | TOTAL | |
|---|-----------------------|-------------|---------------------|-----------|-------------|------------|-------------|-------------|
| | 2021-2022 | 2020-2021 | 2021-2022 | 2020-2021 | 2021-2022 | 2020-2021 | 2021-2022 | 2020-2021 |
| REVENUE | | | | | | | | |
| External Revenue | 1,52,039.09 | 1,24,139.62 | 4,587.49 | 131.47 | 82.95 | 2,241.37 | 1,56,709.53 | 1,26,512.46 |
| RESULTS | | | | | | | | |
| Segment results- before Tax | 13,111.58 | 9,815.73 | 266.43 | 42.36 | 82.95 | 2,241.37 | 13,460.96 | 12,099.46 |
| Unallocated Expenditure net of un-allocated Income | | - | | - | - | - | | - |
| Operating Profit before Tax | 13,111.58 | 9,815.73 | 266.43 | 42.36 | 82.95 | 2,241.37 | 13,460.96 | 12,099.46 |
| Interest Expenses | - | - | - | - | (5,807.25) | (6,713.84) | (5,807.25) | (6,713.84) |
| Interest/dividend income net off loss On sale of investment | - | - | - | - | 333.78 | 357.89 | 333.78 | 357.89 |
| Profit on sale of Fixed Assets & Investments | - | - | - | - | 51.86 | 126.88 | 51.86 | 126.88 |
| Provision for taxation for the year | 2,011.06 | 1,500.15 | 9.70 | 7.46 | 22.83 | 19.55 | 2,043.59 | 1,527.16 |
| Profit after taxation but before exceptional item / Prior Period | 11,100.52 | 8,315.58 | 256.73 | 34.90 | (5,361.49) | (4,007.27) | 5,995.76 | 4,343.22 |
| Add: Prior Period Items | | - | - | - | | - | | - |
| Net Profit | 11,100.52 | 8,315.58 | 256.73 | 34.90 | (5,361.49) | (4,007.27) | 5,995.76 | 4,343.22 |
| OTHER INFORMATION | | - | - | - | | - | | - |
| Segment Assets | 1,97,241.33 | 1,89,198.27 | 5,326.56 | 5,137.23 | 1.57 | 1.60 | 2,02,569.46 | 1,94,337.10 |
| Unallocated Corporate Assets | | - | - | - | | - | | - |
| TOTAL ASSETS | 1,97,241.33 | 1,89,198.27 | 5,326.56 | 5,137.23 | 1.57 | 1.60 | 2,02,569.46 | 1,94,337.10 |
| Segment Liabilities | 1,31,875.52 | 1,28,622.25 | 114.62 | 125.58 | 50.42 | 47.83 | 1,32,040.55 | 1,28,795.66 |
| Unallocated Corporate Liabilities | | - | - | - | | - | | - |
| TOTAL LIABILITIES | 1,31,875.52 | 1,29,563.10 | 155.31 | 20.39 | | 84.83 | 1,32,030.83 | 1,29,668.32 |
| Capital Expenditure | 1,717.04 | 1,192.44 | 2.61 | - | | - | 1,719.65 | 1,192.44 |
| Depreciation-Segment | 1,485.19 | 1,721.13 | 6.41 | 8.74 | | - | 1,491.60 | 1,729.87 |
| Non Cash Expenses other than depreciation | - | | | | | - | | - |

NOTES

1. BUSINESS SEGMENTS

The management has identified two reportable business segment (as primary segment)

a) Construction activity, b) Investment Activity

2. The segments have been identified and reported on the basis of nature of activity.

3. There are no inter segment transactions.

4. The operations of the Company are carried in India / domestic hence the Company does not have any Geographical Segment.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022
2.36 Financial Ratio Analysis

| Particulars | Numerator | Denominator | Ratio 2021-22 | Ratio 2020-21 | % Variance | Explanation for Variance above 25% |
|---|---|---|------------------|------------------|------------|--|
| Current Ratio (In times) | Total current assets | Total current liabilities | 1.36 | 1.36 | (0.00) | |
| Debt-Equity Ratio (In times) | Debts consisting of borrowings and lease liabilities | Total equity | 1.22 | 1.25 | (0.03) | |
| Debt Service Coverage Ratio (In times) | Earning for Debt service=Net Profit after taxes + Non-cash operating expenses + Interest + other non-cash adjustments | Debt service= Interest and lease payments + Principal payments | 2.29 | 0.94 | 1.35 | |
| Return on Equity Ratio (in %) | Profit for the year less preference dividend (if any) | Average Total equity | 0.02 | 0.02 | 0.00 | |
| Inventory Turnover ratio | Cost of goods sold OR sales | Average Inventory | 6.99 | 6.11 | 0.88 | |
| Trade receivables turnover ratio (in times) | Revenue from operations | Average trade receivables | 2.14 | 1.85 | 0.29 | |
| Trade payables turnover ratio (in times) | Other Expenses + Lease Payments + Staff welfare exp | Average trade payables - (Opening + Closing)/2 | 2.37 | 1.92 | 0.45 | |
| Net Capital turnover ratio (in times) | Revenue from operations | Average working capital (i.e Total current assets less Total current liabilities) | 3.65 | 3.13 | 0.52 | |
| Net profit ratio (in %) | Profit for the year | Revenue from operations | 3% | 3% | 0% | |
| Return on capital employed (in %) | Profit before tax and finance costs | Capital Employed = Networth + lease liabilities + Deferred tax liabilities | 29% | 30% | -1% | |
| Return of FD Investment | Income from FD | Average FD | 1% | 7% | -6% | |
| Return on Bond Investments | Income from Bonds | Average Bonds | 0.08 | 0.08 | 1% | |

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

2.37 List of Related party transaction

Following are the related parties of the Company identified by the management

Holding Company

Ratanchand Investment Pvt Ltd

Key Management Personnel (KMP)

Mr Rajas R Doshi - Chairman and Managing Director

Mr Mayur R Doshi - Executive Director

Relatives of Key Management Personnel

Mrs. Jyoti R Doshi - Wife of Mr. Rajas R Doshi

Mr Aditya R Doshi - Son of Mr. Rajas R Doshi

Mrs. Anushree M Doshi - Wife of Mr. Mayur R Doshi

Enterprise over which KMP is able to exercise control / significant influence

Ratanchand Investment Pvt Ltd

Ratanchand Hirachand Foundation

Walchand Hirachand Foundation

Mobile Systems India Pvt Ltd

Raj Jyoti Trading & Investment Pvt Ltd

Smt. Pramila Shah Charity Foundation

Walchand Trust

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

Following is in list of transaction [expenses / (income)] undertaken during the year

| | | | | | ₹ in lakhs | | |
|---------------------------------------|---|---|--------------------------|-------------------------|-------------------------|-------|--|
| No | Relationship | Name of the party | Nature of transaction | For the year 2021-22 | For the year 2020-21 | | |
| 1 | Key management personnel | Mr Rajas R Doshi | **Salary and perquisites | 425.43 | 310.75 | | |
| | | | Sitting Fees | 1.25 | 1.25 | | |
| | | | Commission | - | - | | |
| | | | | Dividend | 40.31 | 38.62 | |
| | | Mr Mayur R Doshi | **Salary and perquisites | 270.75 | 245.61 | | |
| | | | Sitting Fees | 1.25 | 1.25 | | |
| Commission | - | | - | | | | |
| | | Rent Income | - | - | | | |
| 2 | Relative of Key management personnel | Mrs. Jyoti R Doshi | Sitting Fees | 5.80 | 5.20 | | |
| | | | Commission | 10.83 | 10.33 | | |
| | | | Dividend | 2.45 | 2.34 | | |
| | | Mr Mayur R Doshi | Dividend | 2.29 | 2.20 | | |
| | | | Mr. Aditya R Doshi | Dividend | 2.28 | 2.18 | |
| | | | | | | | |
| 3 | Ultimate Holding Company | Ratanchand Investment Pvt Ltd. | Other Charges Received | (0.47) | (0.47) | | |
| | | | Dividend | 17.45 | 17.45 | | |
| 4 | Enterprise over which KMP is able to exercise significant influence | Mobile Systems India Pvt Ltd. | Other Charges Received | (0.18) | (0.18) | | |
| | | | | | | | |
| | | Raj Jyoti Trading & Investment Pvt Ltd. | Other Charges Received | (0.18) | (0.18) | | |
| | | | | | | | |
| | | Ratanchand Hirachand Foundation. | Corpus Donation | - | - | | |
| | | | Other Charges Received | (0.21) | (0.21) | | |
| | | | | | | | |
| Walchand Hirachand Foundation | Other Charges Received | (0.21) | (0.21) | | | | |
| | | | | | | | |
| Smt. Pramila Shah Charity Foundation. | Other Charges Received | (0.14) | (0.14) | | | | |
| | | | | | | | |
| | | Walchand Trust. | Other Charges Received | (0.02) | (0.02) | | |

** No separate actuarial valuation is obtained for amount paid to Key management personnel.

Summary of outstanding balances [payable / (receivable)] from related parties

| Name of the party | As at March 31, 2022 | As at March 31, 2021 |
|--|-------------------------|-------------------------|
| Mr Rajas R Doshi * | 14.30 | 131.16 |
| Mr Mayur R Doshi ** | - | 53.03 |
| Mrs. Jyoti R Doshi | 10.83 | 10.33 |
| Ratanchand Investment Pvt Ltd | - | (0.47) |
| Mobile Systems India Pvt Ltd. | - | (0.18) |
| Raj Jyoti Trading & Investment Pvt Ltd | - | (0.18) |
| Ratanchand Hirachand Foundation | - | (0.21) |
| Walchand Hirachand Foundation | - | (0.21) |
| Smt. Pramila Shah Charity Foundation | - | (0.14) |
| Walchand Trust. | - | (0.02) |

* In addition to the above, balance of current account held by Mr. Rajas R. Doshi with the Company ₹ 0.99 lakhs (March 31, 2021 ₹ 0.99 lakhs)

** In addition to the above, balance of current account held by Mr. Mayur R. Doshi with the Company ₹ 0.50 lakhs (March 31, 2021 ₹ 0.50 lakhs)

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

2.38 - A Defined benefit plans - as per actuarial valuation as on March 31, 2022

₹ in Lakhs

| Particulars | March 31, 2022 | | March 31, 2021 | |
|--|--------------------|--------------------|--------------------|--------------------|
| | Gratuity Funded | Providend Fund | Gratuity Funded | Providend Fund |
| I Expenses recognised in statement of profit and loss for the year | | | | |
| 1 Current and Past Service Cost | 121.67 | 0.00 | 123.87 | 0.00 |
| 2 Interest Cost | 121.94 | 0.00 | 138.70 | 0.00 |
| 3 Expected return on plan assets | (124.55) | 0.00 | (115.18) | 0.00 |
| 4 Actuarial (Gains)/Losses | 180.72 | 0.00 | (36.42) | 0.00 |
| Total expenses included in profit and loss | 299.78 | 0.00 | 110.97 | 0.00 |
| II Net Assets / (Liability) recognised in the balance sheet as at | | | | |
| 1 Present Value of Defined Benefit Obligation | 2586.56 | 0.00 | 2313.03 | 0.00 |
| 2 Fair Value of Plan Assets | 2325.94 | 0.00 | 2212.86 | 0.00 |
| 3 Funded Status [Surplus/(Deficit)] | (260.62) | 0.00 | (100.16) | 0.00 |
| 4 Net Asset/(Liability) | (260.62) | 0.00 | (100.16) | 0.00 |
| III Change in Obligation during the year ended. | | | | |
| 1 Present value of Defined Benefit Obligation at the beginning of year | 2313.03 | 0.00 | 2435.13 | 0.00 |
| 2 Current Service Cost | 121.67 | 0.00 | 123.87 | 0.00 |
| 3 Interest Cost | 121.94 | 0.00 | 138.70 | 0.00 |
| 4 Actuarial (Gains) / Losses | 219.22 | 0.00 | (22.43) | 0.00 |
| 5 Benefits Payment | (189.30) | 0.00 | (362.24) | 0.00 |
| 6 Present value of Defined Benefit Obligation at the end of year | 2586.56 | 0.00 | 2313.03 | 0.00 |
| IV Change in Assets during the year ended. | | | | |
| 1 Plan Assets at beginning of the year | 2212.86 | 7089.16 | 1955.05 | 7026.42 |
| 2 Expected return on Plan Assets | 124.55 | 571.52 | 115.18 | 581.87 |
| 3 Contribution by Employers | 139.33 | 802.23 | 490.89 | 698.93 |
| 4 Actual benefits paid | (189.30) | (878.26) | (362.24) | (1218.07) |
| 5 Actuarial Gains/(Losses) on Plan Assets | 38.50 | 0.00 | 13.99 | 0.00 |
| 6 Plan Assets at end of the year | 2325.94 | 7584.65 | 2212.86 | 7089.16 |
| V In case of IHP Flinvest Gratuity and PF liability on actual basis | 9.87 | 0.40 | 8.33 | 0.36 |
| VI Actuarial Assumptions | | | | |
| 1 Discount Rate | 6.65% | 6.03% | 6.25% | 5.59% |
| 2 Expected Rate of Return on plan assets | 7.00% | 8.10% | 7.00% | 8.50% |
| 3 Mortality Pre-retirement | IALM (2012-14) Ult | IALM (2012-14) Ult | IALM (2012-14) Ult | IALM (2012-14) Ult |
| 4 Rate of increase in compensation | 4.00% | 4.00% | 4.00% | 4.00% |
| 5 Employee attrition rate (refer note [i] below) | | | | |
| 6 The estimates of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors such as supply and demand in the employment market . | | | | |

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

Note [i]

| 5a. | Employee attrition rate (Gratuity) | Staff | Labour |
|-----|--|--------|-----------|
| | Age 21 to 30 : | 18% | 20% |
| | Age 31 to 50 : | 6% | 7% to 12% |
| | Age 51 to 59 : | 10% | 12% |
| | | | |
| 5b. | Employee attrition rate (Providend Fund) | | |
| | PS 0 to 12 : | 19.00% | |
| | PS 12 to 22 : | 7.00% | |
| | PS 22 to 32 : | 5.00% | |
| | PS 32 to 42 : | 10.00% | |

Gratuity cost, as disclosed above, is included under Employee benefit expenses.

VI Other Disclosure :

₹ in Lakhs

| Particulars | 2021-22 | 2020-21 | 2019-20 | 2018-19 | 2017-18 |
|--|-----------------|-----------------|-----------------|-----------------|----------------|
| Obligations at year end | 2586.56 | 2313.03 | 2435.13 | 1975.52 | 1810.37 |
| Plan assets at year end, at fair value | 2325.95 | 2212.86 | 1955.05 | 1866.63 | 1722.64 |
| Funded status | (260.61) | (100.16) | (480.09) | (108.89) | (87.73) |
| Experience adjustments - (Gain)/Loss | | | | | |
| Experience adjustments of plan liabilities | 258.57 | (71.30) | 205.19 | 57.98 | 0.00 |
| Experience adjustments on plan assets | 38.50 | 13.99 | 13.72 | 7.46 | 0.00 |

2.38 - B Defined contribution plans

The Company makes contributions towards Provident Fund, Superannuation Fund, Employee's State Insurance Corporation (ESIC) for qualifying employees. The Company has recognised ₹ 638.26 lakhs (March 31, 2021 ₹ 570.21 lakhs) for the year being Company's contribution to Provident Fund Superannuation Fund and ESIC, as an expense and included in Employee Benefit Expenses in the Statement of Profit and Loss.

2.39 Relationship with Struck off companies

| Name of struck off Company | Nature of transactions with struck-off Company | Balance outstanding as on March 31, 2022 | Balance outstanding as on March 31, 2021 | Relationship with the Struck off company, if any, to be disclosed |
|---|--|--|--|---|
| Pridhvi Polymers Pvt Ltd | Payables (₹ in Lakhs) | 8.01 | 10.66 | NA |
| Rahul and Dhanush Constructions Pvt Ltd | | 9.31 | 8.36 | NA |
| Indian Techno E-School P Ltd | | 0.16 | 0.16 | NA |
| Sujala Pipes Private Ltd | | 0.13 | 0.13 | NA |
| Rajshree Mercantiles Pvt Ltd. | Number of Shares held by stuck off company | Nil | 1300 | NA |
| M/S Prava Buildcon Private Limited | | Nil | 1200 | NA |

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022**2.40 Additional regulatory information****i) Wilful Defaulter**

The Company has not been declared wilful defaulter by any bank or financial institutions or government or any government authority

ii) Details of benami property held

No proceedings have been initiated on or are pending against the Company for holding benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and Rules made thereunder.

iii) Compliance with number of layers of companies

The Company has complied with the number of layers prescribed under the Companies Act, 2013.

iv) Compliance with approved scheme(s) of arrangements

The Company has not entered any scheme of arrangement which has an accounting impact on current or previous financial year.

v) Utilisation of Borrowed funds and Share premium

No funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other source or kind of funds) by the Company to or in any other person or entities, including foreign entities ("Intermediaries") with the understanding that the Intermediary shall lend or invest in party identified by or on behalf of the Company (Ultimate Beneficiaries). The Company has not received any fund from any parties (Funding Party) with the understanding that the Company shall whether, directly or indirectly lend or invest in other persons or entities identified by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

vi) Undisclosed Income

There is no income surrendered or disclosed as income during the current or previous year in the tax assessments under the Income Tax Act, 1961, that has not been recorded in the books of account.

vii) Details of crypto currency or virtual currency

The Company has not traded or invested in crypto currency or virtual currency during the current or previous year.

viii) Revaluation of property, plant and equipment and intangible asset

The Company has not revalued its property, plant and equipment or intangible assets during the current or previous year.

ix) Registration of charges or satisfaction with Registrar of Companies

There are no charges or satisfaction which are yet to be registered with the Registrar of Companies beyond the statutory period.

2.41 Figures for Previous Year have been regrouped, wherever necessary.

In terms of our report of even date
For K. S. Aiyar & Co
Chartered Accountants
ICAI Firm Registration No. 100186W

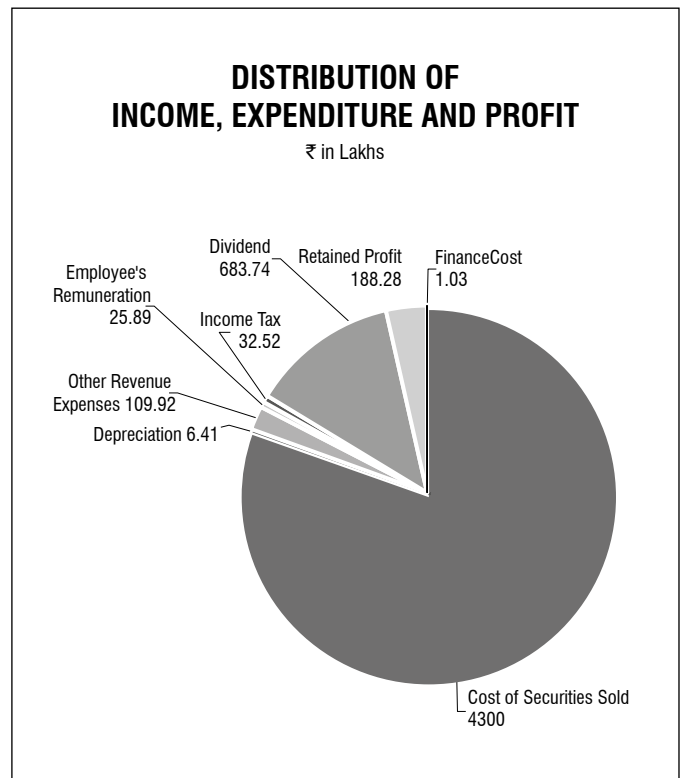
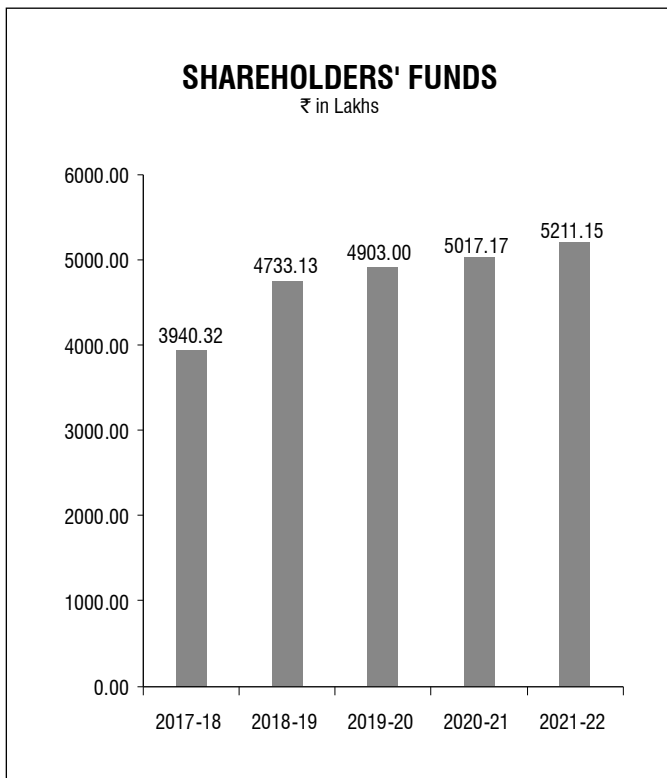
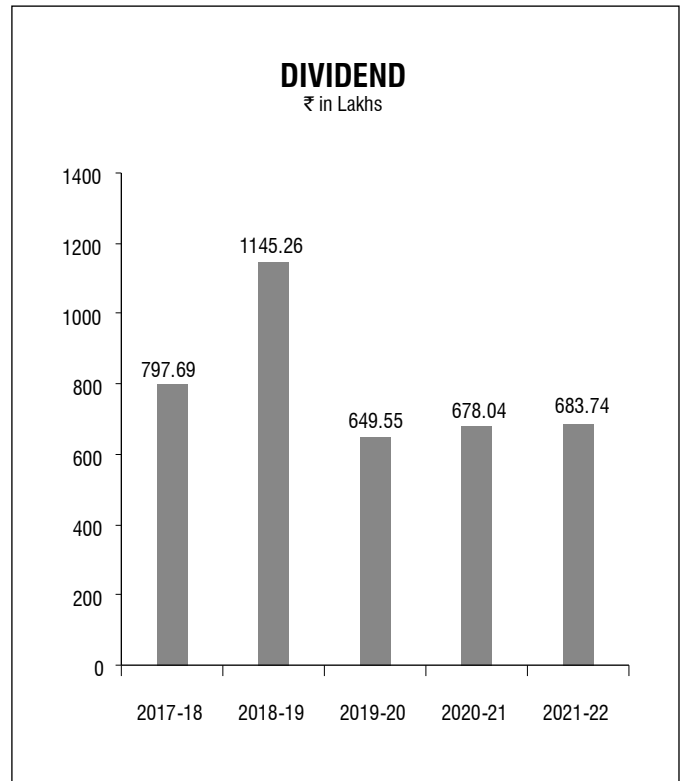
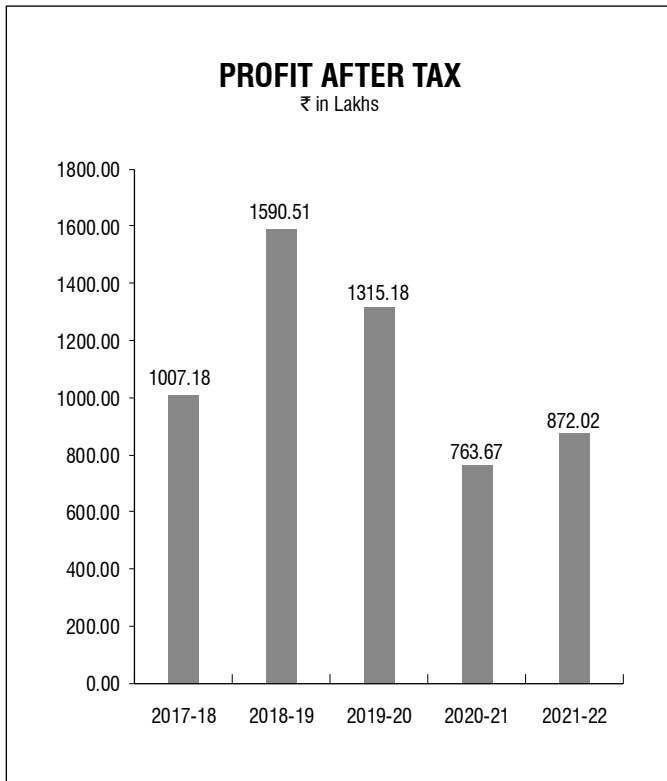
Sachin A. Negandhi
Partner
Membership No. 112888

Place: Mumbai
Date: 30.06.2022

For and on behalf of the Board of Directors of IHP Finvest Limited
RAJAS R. DOSHI DIN 00050594 Chairman
JYOTI R. DOSHI DIN 00095732
MAYUR R. DOSHI DIN 00250358 } Directors

Place: Mumbai
Date: 30.06.2022

Financial Indicators (Standalone)





IHP FINVEST LIMITED

Construction House, 2nd Floor, 5, Walchand Hirachand Road,
Ballard Estate, Mumbai - 400 001.

Tel: 91 - 22 - 2261 8091 / 2270 5150.

Fax: 91 - 22 - 2265 6863.

Email: ihpfinvest@yahoo.co.in

CIN: U65920MH1996PLC103184