



BHEEMA
FINE CHEMICALS
PRIVATE LIMITED

4th

ANNUAL REPORT
2023-24

Inside This Report

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Corporate Information

Bheema Fine Chemicals Private Limited

(CIN: U24299TG2020PTC142050)

Registered Office:

#8-2-269/S/3/A,
Plot No.3, Sagar Society
Road No.2, Banjara Hills
Hyderabad- 500034
Ph: +91-040 42221212/ 2323

Board of Directors

Sri. A. Arvind Kumar (DIN: 03097192)

- **Director & CEO**

Sri. S. Chandra Sekhar (DIN: 00159543)

- **Director**

Sri. G.S.V Krishnarao (DIN: 08199210)

- **Non-Executive Independent Director**

Smt. G. Aruna (DIN: 08978947)

- **Non-Executive Independent Director**

Statutory Auditors

M/s. S. Singhvi & Co.,

Chartered Accountants
405, Vamsi Paradise,
7-1-69, Balkampet, Street No. 1,
Ameerpet, Hyderabad - 500 016.
Email id: ssinghvi57@yahoo.com

Secretarial Auditors

M/s. RPR & Associates

Company Secretaries
Sri Sai Sarawathi Nilayam,
H.No: 5-5-33/26/A/1, Plot No. 77,
Maitri Nagar, Kukatpally,
Hyderabad – 500072.

Bankers

ICICI Bank Limited

Jubilee Hills Branch,
Hyderabad, Telangana

Axis Bank Limited

Greenlands, Begumpet Road
Hyderabad, Telangana

Notice To Members

NOTICE is hereby given that the Fourth (4th) Annual General Meeting (AGM) of the members of **Bheema Fine Chemicals Private Limited** ("the Company") will be held on Monday, July 29, 2024 at 11.30 a.m. (IST) through Video Conferencing ("VC")/ Other Audio-Visual Means ("OAVM") to transact the following business (es):

ORDINARY BUSINESS

1. To receive, consider and adopt:

The Audited Financial Statements of the Company for the Financial Year ended March 31, 2024, the Reports of the Board of Directors and Auditors' thereon and in this regard, to consider and if thought fit, to pass, with or without modification(s), the following resolutions as an Ordinary Resolution:

"RESOLVED THAT the Audited Financial Statements of the Company for the Financial Year ended March 31, 2024, and the Reports of the Board of Directors and Auditors thereon, as circulated to the members be and are hereby considered and adopted."

For **Bheema Fine Chemicals Private Limited**

Registered Office

Plot No. 3, Sagar Society, Road No. 2
Banjara Hills, Hyderabad - 500034
CIN: U24299TG2020PTC142050
Ph: +91-040 42221212/ 2323

Date: May 07, 2024
Place: Hyderabad

A. Arvind Kumar
Director
(DIN: 03097192)

Notes:

1. Pursuant to General Circular No. 09/2023 dated September 25, 2023, General Circular No. 10/2022 dated December 28, 2022, General Circular No. 20/2020 dated May 05, 2020 and General Circular No. 02/2022 dated May 05, 2022 issued by Ministry of Corporate Affairs ('MCA Circular') and all other circulars issued by MCA on account of outbreak of Covid- 19 pandemic and in compliance with the provisions of the Companies Act, 2013, read with the rules made thereunder, the 4th Annual General Meeting of the Members of the Company for FY 2023-24 is being convened through Video Conference / Other Audio Visual Means (VC/OAVM), without the physical presence of members at a common venue. In view of the same, the registered office of the Company shall be deemed to be the venue of the AGM.
2. In terms of the MCA Circulars since the physical attendance of Members has been dispensed with, there is no requirement of appointment of proxies. Accordingly, the facility of appointment of proxies by Members under Section 105 of the Act will not be available for the 4th AGM, and hence the Attendance Slip and Proxy Form are not annexed hereto.
3. Since, the AGM will be held through VC/ OAVM, the route map of the venue of the Meeting is not annexed hereto.
4. In compliance with the above MCA Circulars, Notice of the AGM along with the 4th Annual Report for FY 2023-24 is being sent only through electronic mode to those Members whose email addresses are registered with the Company/ Depositories, unless any member has requested for a physical copy of the same.
5. Members may note that the Notice of the 4th AGM and Annual Report for FY 2023-24 will also be available on the holding Company's website www.bhagirad.com.
6. Members seeking any information or clarification on the accounts are requested to send their queries to the Company, in writing, at least one week before the date of the meeting.
7. M/s. S. Singhvi & Co., Chartered Accountants (Firm Registration No.: 003872S), was appointed as the Statutory Auditors of the Company at the 1st Annual General Meeting held on August 3, 2021 to hold office for a period of 5 years from the conclusion of 1st Annual General Meeting till the conclusion of the 6th Annual General Meeting of the company to be held for the financial year 2025-26.

By Order of the Board
For **Bheema Fine Chemicals Private Limited**

A. Arvind Kumar
Director
(DIN: 03097192)

Registered Office

Plot No. 3, Sagar Society, Road No. 2
Banjara Hills, Hyderabad - 500034
CIN: U24299TG2020PTC142050
Ph: +91-040 42221212/ 2323

Date: May 07, 2024
Place: Hyderabad

Board's Report

Dear Members,

Your Directors have pleasure in presenting the Fourth (4th) Annual Report of the Company together with the Audited Accounts of the Company for the financial year ended March 31, 2024.

Financial Results

During the year under review, performance of your company was as under:

(₹ in Lakhs)

Particulars	31/03/2024	31/03/2023
Total Income	93.38	-
Total Expenses	(94.97)	(67.37)
Profit/ (Loss) before tax	(1.60)	(67.37)
Tax expense Reversal of taxes of earlier years	-	-
Current tax expense	-	-
Deferred tax Charge / (Credit)	(4.59)	-
Profit/ (loss) for the year	2.99	(67.37)

State of Company's affairs and future outlook

Your company was incorporated on July 22, 2020 with its registered office situated at Plot No. 3, Sagar Society, Road No. 2, Banjara Hills, Hyderabad - 500034, with an object to carry on the business of manufacturing and marketing of various agrochemicals and intermediates.

The company's agrochemical manufacturing plant is under construction in phases at Kadechur Industrial Area, Yadgir District, Karnataka and has commenced commercial production during the year under review in one of the process units.

Share Capital

During the year under review, the authorized share capital of the company stood at ₹50,00,00,000 (Rupees Fifty crores only) divided into 5,00,00,000 (five crore) equity shares of ₹10/- i.e.

During the year under review, the company has not made any allotment of shares. The paid-up equity share capital of the company stood at ₹42,00,00,000 (Rupees Forty-Two Crore only) divided into 4,20,00,000 (Four Crore Twenty Lakhs Only) equity shares of ₹10/- each.

Board Meetings

During the Financial Year 2023-24, Five (5) Meetings of the Board of Directors of the Company were held on April 28, 2023, May 13, 2023, July 28, 2023, October 28, 2023, January 22, 2024. Necessary quorum was present for all the meetings.

General Meetings

During the period under review, the 3rd Annual General Meeting of the members of the Company was held on Friday, July 28, 2023 at 10:30 am (IST) through video conferencing ("VC") / Other Audio Visual Means ("OAVM").

During the period under, an Extra-Ordinary General Meeting of the members of the Company was held on Monday, August 07, 2023 at 10:00 am at the registered office of the Company.

Directors

The Composition of the Board of Directors of the Company as on 31.03.2024 was as follows:

1.	Sri. S. Chandra Sekhar (DIN: 00159543)	Director
2.	Sri. A Arvind Kumar (DIN: 03097192)	Director & CEO
3.	Sri. G.S.V Krishna Rao (DIN: 08199210)	Non-Executive Independent Director
4.	Smt. G. Aruna (DIN: 08978947)	Non-Executive Independent Director

Appointment/Re-appointment/Resignation

During the year under review, Sri. Krishna Rao S V Gadepalli (DIN: 08199210) and Smt. G. Aruna (DIN: 08978947), were appointed as Non-Executive Independent Directors of the company for a period of five consecutive years with effect from May 13, 2023 till May 12, 2028.

During the year under review, the designation of Sri. S. Chandra Sekhar who was appointed as a Director (Non-Executive Category) by the shareholders of the company at the 1st Annual General Meeting held on August 03, 2021 had been changed from Director (Non-Executive Category) to Director (Executive Category) with effect from July 28, 2023, as approved by the shareholders of the company at the Extra-Ordinary General Meeting (EGM) held on Monday, August 07, 2023.

Apart from the above, there was no other change in the composition of the board of Directors during the year under review. None of the directors of the company are disqualified under the provisions of the Companies Act, 2013 ('Act').

Key managerial personnel (KMP)

The KMP's of the Company as on 31.03.2024 is as follows:

1. Arvind Kumar Anegondi: Director & Chief Executive Officer
2. B. Krishna Mohan Rao: Chief Financial Officer
3. Sharanya. M: Company Secretary

There was no change in the composition of the key managerial personnel (KMP) of the company during the year under review.

Compliance with the provisions of Secretarial Standard-1 and Secretarial Standard-2

The applicable Secretarial Standards, i.e. SS-1 and SS-2, relating to 'Meetings of the Board of Directors' and 'General Meetings' respectively, have been duly complied by the Company.

Transfer to General Reserves

Your Directors do not propose to transfer any amount to reserves from the balance in profit and loss account for the financial year ended on March 31, 2024.

Change in Nature of Business

There has been no change in the nature of business of the Company.

Particulars of Contract or Arrangements made with Related Parties

The particulars of contracts or arrangements with related parties as per the Section 188 of the Companies Act, 2013

entered by the Company during the financial year ended March 31, 2024 in prescribed Form AOC-2, as required to be provided under section 134(3)(h) of the Companies Act, 2013, annexed to this Board's Report as **Annexure I**.

Further there were no materially significant related party transactions held during the period under review with the Promoters, Directors and their relatives, which may have potential conflict with interest of the company at large. The details of the related party transactions during the year are part of the notes on Accounts forming part of the Annual Report.

Extract of Annual Return

Pursuant to section 92(3), 134(3)(a) of the Companies Act, 2013 read with rules made thereunder as amended from time to time, the Annual Return for FY 2023-24 is uploaded on the Holding Company's website at www.bhagirad.com

Dividend

During the year under review, the Company has not declared any Interim/final Dividend.

Declaration from Independent Directors

The independent directors have submitted the declaration of independence stating that they meet the criteria of independence as prescribed in sub-section (6) & (7) of Section 149 of the Companies Act, 2013 read with rules thereunder as amended from time to time.

Statement regarding opinion of the Board with regard to integrity, expertise and experience (including the proficiency) of the independent directors appointed during the year.

It is hereby declared that in the opinion of the Board, each independent director appointed is a person of integrity and possesses all the relevant expertise and experience (including proficiency).

Subsidiary/Associate/Joint Venture Companies:

There are no companies which has become or ceased to be subsidiaries or joint ventures or associate companies during the financial year 2023-24. However, the Company is the wholly-owned subsidiary of Bhagiradha Chemicals and Industries Limited (CIN: L24219TG1993PLC015963).

Significant Material Orders Passed by the Regulators

During the year under review, there were no significant and material orders passed by any Regulators or courts or tribunals that would impact the going concern status of the Company and its future operations.

Change in status of the company from Subsidiary to "Material Subsidiary" of Bhagiradha Chemicals and Industries Limited under the SEBI (LO&DR), Regulations, 2015

As per Regulation 16(1)(c) of the SEBI (Listing Obligations

and Disclosure Requirements) Regulations, 2015 “material subsidiary” shall mean a subsidiary, whose income or net worth exceeds ten percent of the consolidated income or net worth respectively, of the listed entity and its subsidiaries in the immediately preceding accounting year

Accordingly, the company was being considered to be a Material Subsidiary of Bhagiradha Chemicals and Industries Limited with effect from April 01, 2023 as provided under Regulation 16(1)(c) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Statutory Auditor

M/s S. Singhvi & Co., Chartered Accountants, (Firm Regi. No.: 003872S) Hyderabad, was appointed as the Statutory Auditors of the Company at the 1st Annual General Meeting of the company held on August 3, 2021 to hold office for a period of five years, from the conclusion of the 1st Annual General Meeting until the conclusion of the 6th Annual General Meeting of the Company to be held in the financial year 2025-26.

The Statutory Auditors’ Report (UDIN: 24023125BKFZZD7048) dated May 07, 2024, obtained from M/s Singhvi & Co., Chartered Accountants (FRN 003872S), is unmodified and it does not contain any qualifications, reservations or adverse remarks or disclaimers.

Cost Audit

The maintenance of cost records as specified by the Central Government under section 148 of the Companies Act, 2013, was not applicable to the Company during the period under review.

Secretarial Audit

Pursuant to Section 204 of the Companies Act, 2013 read with the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board at its meeting held on May 07, 2024, appointed Mr. Y. Ravi Prasada Reddy, (M. No: FCS 5783, CP No: 5360), Proprietor of M/s RPR & Associates, Practicing Company Secretaries, Sri Sai Sarawathi Nilayam, H.No: 5-5-33/26/A/1, Plot No. 77, Maitri Nagar, Kukatpally, Hyderabad – 500072, as the Secretarial Auditor of the Company for the Financial Year 2024-25 to undertake the secretarial audit for the financial year 2024-25.

As per Regulation 24A of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, the Secretarial Audit Report of the company issued by M/s RPR & Associates, Practicing Company Secretaries, Sri Sai Sarawathi Nilayam, Plot No. 77, Maitri Nagar, Kukatpally, Hyderabad – 500072, for the FY 2023-24, does not contain any qualification, reservation or adverse remark or disclaimer. The Secretarial Audit Report in Form MR-3 received from them is annexed herewith as **Annexure II**.

Particulars of Loan, Guarantees and Investments under Section 186 of the Companies Act, 2013 read with the rules made thereunder.

During the year under review, the company has not extended any loans, guarantees and investments. The Company has duly complied with the provision of Section 186 of the Companies Act, 2013 read with the rules made thereunder.

Declaration as per Section 134(3) (ca) of the Companies Act, 2013

During the year, the statutory auditors have not reported any instances of frauds committed by or against the Company by its Directors/Officers/ Employees to Board under section 143(12) of the Companies Act, 2013 and rules made thereof. Therefore no detail is required to be disclosed under Section 134 (3)(ca) of the Act.

Details of application made or any proceeding pending under the Insolvency and Bankruptcy Code, 2016 during the year.

During the year under review, no application was made or any proceedings pending against the Company under the Insolvency and Bankruptcy Code, 2016. There are no proceedings, either filed by the Company or against the Company, pending under the Insolvency and Bankruptcy Code, 2016 as amended, before the National Company Law Tribunal or other Courts as on 31 March, 2024.

The details of difference between amount of the valuation done at the time of one time settlement and the valuation done while taking loan from the Banks or Financial Institutions along with the reasons thereof.

No one-time settlement of loans has taken place during the year.

Material Changes and Commitment if any affecting the Financial Position of the Company occurred between the end of the Financial Year to which this Financial Statements relate and the date of the Report.

There were no material changes and commitments affecting the financial position of the Company occurred between the end of the financial year to which this financial statements relate and the date of this report.

Statement indicating development and implementation of a risk management policy for the company including identification therein of elements of risk, if any, which in the opinion of the Board may threaten the existence of the company.

The Company does not have any Risk Management Policy, however appropriate measures have been taken by the Company for identification of elements of risk and take necessary action whenever required.

Details of Policy Developed and Implemented by the Company on its Corporate Social Responsibility Initiatives.

The Company has not developed and implemented any Policy on its Corporate Social Responsibility initiatives as the said provisions of CSR are not applicable to the company as of now.

Details in respect of adequacy of Internal Financial Controls (IFC) with reference to the Financial Statements:

Your Company has adequate internal financial controls commensurate with the size of the business and nature of its operations, designed to provide reasonable assurance with regard to the accuracy and completeness of the accounting records and timely preparation and provision of reliable financial statements.

Particulars of Employees:

None of the employees have received the remuneration of ₹ 1.02 Crore in whole year or ₹ 8.50 Lakhs per month employed part of the year as per the provisions of Section 197 of the Companies Act, 2013, read with Rule 5(2) (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

Statement of Particulars of Employees, pursuant to the provisions of Section 197 of the Companies Act, 2013, read with Rule 5(2) (Appointment and Remuneration of Managerial Personnel) Rules, 2014, no employees comes under these provisions during the year under review.

Conservation of Energy/Technology Absorption, Foreign Exchange Earnings and Outgo:

During the year under review, the Company had not received any foreign exchange in the form of Indian Rupees.

Particulars of Conservation of Energy/Technology absorption: NIL.

Policy on Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013

The Company has in place a Policy on Prevention of Sexual Harassment of Women at Workplace in line with the requirements of The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. The Policy is gender neutral.

The following are the summary of sexual harassment complaints received and disposed of during the year:

Sl. No	Particulars	Status of the No. of complaints received and disposed off
1.	No of complaints filed during the financial year	Nil
2.	No of complaints disposed of during the financial year	Nil
3.	No of complaints pending as on end of the financial year	NA

Public Deposits

During the year under review, the Company has not accepted any fixed deposits from the public.

Cash Flow Statement

In conformity with the Companies Act, 2013, the Cash Flow Statement for the year ended on March 31, 2024, is attached as a part of the Financial Statements of the Company.

Directors Responsibility Statement

In conformity with the provisions under Section 134 (5) of the Companies Act, 2013 your directors confirm that: -

- In the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures
- The directors had selected such accounting policies 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 at the end of the financial year and of the profit and loss of the company for that period
- The Directors have taken proper and sufficient care 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
- The Directors have prepared the annual accounts on a 'going concern' basis.
- The Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively

Acknowledgment

Your Directors place on record their sincere thanks to bankers, business associates, consultants, and various Government Authorities, employees for their continued support extended to the Company during the year under review. Your Directors also acknowledge the shareholders for their support and confidence reposed on your Company.

By Order of the Board
For **Bheema Fine Chemicals Private Limited**

A. Arvind Kumar
Director
(DIN: 03097192)

S. Chandra Sekhar
Director
(DIN: 00159543)

Registered Office

Plot No. 3, Sagar Society, Road No. 2
Banjara Hills, Hyderabad - 500034
CIN: U24299TG2020PTC142050
Ph: +91-040 42221212/ 2323

Date: May 07, 2024
Place: Hyderabad

FORM NO. AOC-2**Details of Related Party Transactions**

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014.

Disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto

1. Details of contracts or arrangements or transactions not at Arm's length basis:

There were no contracts or arrangements or transactions entered into during the year ended 31st March, 2024, which were not at arms' length basis.

2. Details of contracts or arrangement or transactions at arm's length basis:

₹ In Lakhs

Particulars	Details				
Name (s) of the related party	Bhagiradha Chemicals & Industries Limited				
Nature of Relationship	Holding Company				
Nature of contracts/arrangements/transaction	Loans received during the period from the enterprise	Interest Paid on the loan availed	Repayment of loan received during the year by the enterprise	Amount paid towards Services	Amount paid towards purchase of Assets
Duration of the contracts/arrangements/transaction	During FY 2023-24	During FY 2023-24	During FY 2023-24	During FY 2023-24	During FY 2023-24
Salient terms of the contracts or arrangements or transactions including the value, if any	6,701.06	212.28	1.06	1.49	28.10
Date of approval by the Board, if any	-				
Amount paid as advances, if any	Nil				

Note: Appropriate approvals have been taken from the Board for related party transactions by the Company and no amount is paid as advance for the above related party transactions

For and on behalf of the Board of Directors of
Bheema Fine Chemicals Private Limited

A. Arvind Kumar
Director
(DIN: 03097192)

S. Chandra Sekhar
Director
(DIN: 00159543)

Registered Office

Plot No. 3, Sagar Society, Road No. 2
Banjara Hills, Hyderabad - 500034
CIN: U24299TG2020PTC142050
Ph: +91-040 42221212/ 2323

Date: May 07, 2024

Place: Hyderabad

Form No. MR-3**SECRETARIAL AUDIT REPORT****For the Financial Year ended March 31, 2024**

[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule No.9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To**The Members****M/s. BHEEMA FINE CHEMICALS PRIVATE LIMITED****(CIN: U24299TG2020PTC142050)****8-2-269/S/3/A, Plot No.3, Sagar Society,****Road No.2, Banjara Hills, Hyderabad-500034.**

We have conducted the secretarial audit on the compliance of applicable statutory provisions and the adherence to good corporate practices by **M/s. Bheema Fine Chemicals Private Limited** (hereinafter referred to as the "Company"). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the Company has, during the audit period covering the **"Financial Year" ended 31st March, 2024, (i.e. from 01.04.2023 to 31.03.2024)** complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended March 31, 2024 according to the provisions of:

- A. The Companies Act, 2013 (the "Act") and the rules made thereunder;
- B. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the Rules made thereunder;
- C. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- D. Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment, and External Commercial Borrowings;
- E. The Company being unlisted, the Regulations and Guidelines prescribed under the Securities and Exchange Board of India (SEBI) are not applicable except The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015 (The Company being a material subsidiary of **Bhagiradha Chemicals**

and Industries Limited (BCIL), certain employees of the Company have been categorised as Designated Persons and are covered by the Code of Conduct under The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015, of (BCIL) and Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations 2015.

- F. The management has identified and confirmed the following industry specific laws applicable to the Company.

- (a) The Insecticides Act, 1968 and the Insecticides Rules, 1971
- (b) Factories Act, 1948 and Rules made there under
- (c) The Indian Boilers Act, 1923 & The Indian Boilers Regulations 1950
- (d) Petroleum Act, 1934 and Rules, 1976.

The Company has started its commercial operations in the month of March, 2024.

We have also examined compliance with the applicable clauses/regulations of the following:

- (i) Revised Secretarial Standards issued by The Institute of Company Secretaries of India (ICSI)
- (ii) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 to the extent applicable, since the Company is a material subsidiary of a Listed Company.

During the period under review, the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above to the extent applicable.

The Company is a private Company and wholly-owned subsidiary of a listed Company.

We further report that, having regard to the compliance system prevailing in the Company and on examination of relevant documents and records in pursuance thereof, on test check basis, the Company has complied with all the industrial specific applicable laws.

We further report that:

The Board of Directors of the Company is duly constituted. The changes in the composition of the

Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all directors to schedule the board meetings, agenda and detailed notes on agenda were sent in advance as required, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

All the decisions at Board Meetings are carried out unanimously as recorded in the minutes of the meetings of the Board of Directors. We further report that there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations, and guidelines.

We further report that there are no specific events during the financial year which had impact on the Company's affairs in pursuance of the above referred Laws, Rules, Regulations, Standards etc.,

For RPR & ASSOCIATES

Company Secretaries

Place: Hyderabad

Date: 24th May, 2024

Y Ravi Prasada Reddy

Proprietor

FCS No.5783, C P No. 5360

UDIN: F005783F000444947

Peer Review Certificate No. 1425/2021

This Report is to be read with our letter of even date which is annexed as Annexure and forms part of this report.

ANNEXURE

To,
The Members,
M/s. BHEEMA FINE CHEMICALS PRIVATE LIMITED
8-2-269/S/3/A, Plot No.3, Sagar Society,
Road No.2, Banjara Hills, Hyderabad-500034.

Our report of even date is to be read along with this letter.

1. Maintenance of Secretarial records is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and process as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in Secretarial records. We believe that the process and practices followed by us provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and books of accounts of the Company.
4. Wherever required, we have obtained the Management representations about the compliance of laws, rules and regulations and happening of events etc.,
5. The Compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedure on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

For RPR & ASSOCIATES
Company Secretaries

Place: Hyderabad
Date: 24th May, 2024

Y Ravi Prasada Reddy
Proprietor
FCS No.5783, C P No. 5360
Peer Review Certificate No. 1425/2021

Independent Auditor's Report

The Members

of Bheema Fine Chemicals Private Limited

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the accompanying standalone financial statements of **Bheema Fine Chemicals Private Limited** (the "Company"), which comprise the Balance Sheet as at March 31, 2024, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year ended on that date and a summary of significant accounting policies and other explanatory information (hereinafter referred to as the "standalone financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 (the "Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2024 and its loss, total comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

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

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

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the standalone financial statements and our auditor's report thereon.

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

If, based on the work we have performed, 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.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, including other comprehensive income, changes in equity and cash flows of the Company in accordance with the Ind AS and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the 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 standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

The Board of Directors is 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 standalone 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 standalone financial statements.

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

- Identify and assess the risks of material misstatement of the standalone annual financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to standalone annual 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 the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' 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 appropriateness of this assumption. 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 standalone annual financial results 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 standalone annual financial results, including the disclosures, and whether the standalone annual financial results represents the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the Standalone Financial Results of the Company to express an opinion on the Standalone Financial Results

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.
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 including other comprehensive income, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.
 - d) In our opinion, the aforesaid standalone financial statements comply with the Ind AS specified under section 133 of the Act.
 - e) On the basis of the written representations received from the directors as on 31st March, 2024 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2024 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 B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
 - 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, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of 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 Auditors) Rules, 2014 as amended in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements;
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There has been no delay in transferring amounts, required to be transferred on account of unpaid dividend, to the Investor Education and Protection Fund by the Company as at 31st March, 2024.
 - iv. (a) As per the written representation received from the management and to the best of its knowledge and belief other than as disclosed in the notes to the accounts, 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(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, 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) As per the written representation received from the management and to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the company from any person(s) or entity (ies), including foreign entities ("Funding Parties"), with the understanding, 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) Based on such audit procedures that 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 (i) And (ii) Contain any material mis-statement.
- v. The company has not declared or paid any dividend during the year, hence compliance with section 123 of the Companies Act, 2013 does not require.
- vi. Based on our examination which included test checks and that performed by us, the company has used an accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with. The audit trail has been preserved by the company as per the statutory requirements for record retention.

For S. Singhvi & Co.
Chartered Accountants
Firm Regi No. 003872S

Shailendra Singhvi
Proprietor
Membership No.023125/ICAI
UDIN No. : 24023125BKFZZD7048

Date: 07.05.2024
Place: Hyderabad

Annexure “A” to the Auditor’s Report

Referred to in paragraph 1 under the head “Report on other legal & regulatory requirements” of our report of even date.

- 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. All the Property, Plant and Equipment have been physically verified by the management during the year at reasonable interval according to the information and explanations given to us, no material discrepancies were noticed on such verification.
- c. According to the information and explanations given to us and the records examined by us and based on the examination of the registered title deeds of immovable properties provided to us, we report that, the title deeds, comprising all the immovable properties of land and buildings which are freehold and included in Property, Plant and Equipment, are held in the name of the Company as at the balance sheet date. In respect of immovable properties of land and buildings that have been taken on lease and disclosed as Right of Use assets in the financial statements, the lease agreements are in the name of the Company, where the Company is the lessee in the agreement.
- d. The Company has not revalued its Property, Plant and Equipment (including right of use assets) or intangible assets or both during the year.
- e. No proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made there under.
- ii) a. The inventory has been physically verified during the year by the management at reasonable intervals. In our opinion, the coverage, procedure and frequency of such verification is reasonable. No discrepancies of 10% or more in aggregate for each class of inventory have been noticed on physical verification of stocks as compared to book records.
- b. During any point of time of the year, the Company was not having the sanctioned working capital limit in excess of ₹ 5 Crores, hence clause 3(ii)(b) of the Order is not applicable.
- iii) During the year the company has not made investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnership or any other parties. Accordingly Sub Clause (a)(A), (a)(B), (b), (c), (d), (e) and (f) of Clause (iii) of Paragraph 3 of the Order are not applicable.
- iv) According to the information and explanations given to us, the Company has not granted any loans, investments, guarantees and security. Hence compliance of the provisions of section 185 and 186 of the Companies Act, 2013 does not arises.
- v) According to the information and explanations given to us, the Company has not accepted any deposits from the public as per the directives issued by the Reserve Bank of India and as per the provisions of section 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed there under.
- vi) The maintenance of cost records as specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013 has not been prescribed to the Company hence clause 3(g) of Order is not applicable.
- vii) a. According to the information and explanations given to us, none of the undisputed statutory dues including Goods and Service Tax, Provident Fund, Employees State Insurance, Income Tax, Sales Tax, Service Tax, Custom Duty, Excise Duty, Value Added Tax, Cess and any other Statutory Dues were outstanding as at last day of the financial year concerned for a period of more than six months from the date they became payable.

- b. According to the information and explanations given to us, there is no dues in respect of disputed amount to be deposited in respect of Goods and Service Tax, Provident Fund, Employees State Insurance, Income Tax, Sales Tax, Service Tax, Custom Duty, Excise Duty, Value Added Tax, Cess and any other Statutory Dues as on 31st March, 2024.
- viii) According to the information and explanations given to us, there is no transactions which are required to be recorded is not recorded as income during the year in the income tax assessments under Income Tax Act, 1961.
- ix)
 - a. According to the information and explanations given to us, the company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender.
 - b. According to the information and explanations given to us and on the basis of our audit procedures, we report that the company has not been declared willful defaulter by any bank or financial institutions or government or any government authority.
 - c. According to the information and explanations given to us, the company has utilized the money obtained by way of term loans during the year for the purpose for which they were obtained.
 - d. According to the information and explanations given to us, and the audit procedures performed by us, and on an overall examination of the financial statements of the company, we report that no funds raised on short term basis have been used for long term purposes by the company.
 - e. According to the information and explanations given to us, and on an overall examination of the financial statements of the company, we report that 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, and the audit procedures performed by us, we report that the company has not raised loans during the year on pledge of securities held in its subsidiaries, joint ventures or associate companies.
- x)
 - a. In our opinion, and according to the information and explanations given to us, the company has not raised money by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under this clause of the Order is not applicable.
 - b. In our opinion, and according to the information and explanations given to us, the company has not raised money by way of preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year and hence reporting under this clause of the Order is not applicable.
- xi)
 - a. In our opinion, and according to the information and explanations given to us, no fraud has been noticed or reported either on company or by the company during the year.
 - b. In our opinion, and according to the information and explanations given to us, the company has not reported any fraud as required under sub section (12) of section 143 of the Companies Act, 2013, hence question of filing form ADT – 4 as prescribed under Rule 13 of the Companies (Audit and Auditors) Rules, 2014 with central government does not arises.
 - c. As represented to us by management, there are no whistle blower complains received by the company during the year.
- xii) In our opinion, the Company is not a Nidhi Company. Accordingly, Sub Clause (a), (b) and (c) of Clause (xii) of Paragraph 3 of the Order is not applicable.
- xiii) According to the information and explanations given to us, all transactions with the related party are in compliance with the requirements of section 177 and 188 of Companies Act, 2013 and the same has been disclosed in financial statements as per Ind AS 24.
- xiv)
 - a. In our opinion and based on our examination, the Company has an internal audit system, commensurate with its size and nature of its business.
 - b. According to the information and explanations given to us, the company is not required to carry out the Internal audit in accordance with section 138 of the Companies Act, hence reporting under clause 3(xiv)(b) of the order is not applicable.

- xv) According to the information and explanations given to us, in our opinion during the year the company has not entered into non cash transactions with its directors or persons connected with its directors and hence provisions of section 192 of the Companies Act, 2013 is not applicable to the company.
- xvi) According to the information and explanations given to us, company is not required to be registered under section 45-IA of Reserve Bank of India Act, 1934 (2 of 1934). Accordingly, Sub Clause (a), (b), (c) and (d) of Clause (xv) of Paragraph 3 of the Order is not applicable.
- xvii) The Company has not incurred any cash loss in the current financial year and ₹ 53.20 Lakhs in the immediately preceding financial year.
- xviii) There has been no resignation of statutory auditors during the year and accordingly this clause is not applicable.
- xix) According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that company is not capable of meeting 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) According to the information and explanations given to us, the company is not required to incurred any amount as per section 135 of the Companies Act, 2013 under the CSR activities. Hence, reporting in the clause 3(XX) (a) and (b) of the Order is not applicable.
- XXI) According to the information and explanations given to us clause (xxi) of paragraph 3 of the Order is not applicable to the company.

In our opinion and according to the information and explanations given to us during the course of audit there have been no qualification or adverse remarks by the respective “component auditors” in the Companies (Auditor’s Report) Order (CARO) reports of the companies included in the consolidated financial statements. Hence the reporting under the said clause is not applicable.

For S Singhvi & Co.,
Chartered Accountants
Firm Regi. No. 003872S

Shailendra Singhvi
Proprietor
Membership No. 023125 / ICAI
UDIN No. : 24023125BKFZZD7048

Place: Hyderabad
Date: 07.05.2024

Report on Internal Financial Controls Over Financial Reporting

Annexure “B” to the Independent Auditor’s Report of even date on the Financial Statements of Bheema Fine Chemicals Private 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 over financial reporting of Bheema Fine Chemicals Private Limited (“the Company”) as of March 31, 2024 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 over financial reporting 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 over financial reporting 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 over financial reporting and their operating effectiveness.

Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, 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 judgment, 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 over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting 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 over financial reporting 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 authorizations of management and directors of the company; and
- (3) provide reasonable assurance regarding prevention or timely detection of unauthorized 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 Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, 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 over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting 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 over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2024, 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 S Singhvi & Co.,
Chartered Accountants
Firm Regi. No. 003872S

Shailendra Singhvi
Proprietor
Membership No. 023125 / ICAI
UDIN No. : 24023125BKFZZD7048

Place: Hyderabad
Date: 07.05.2024

BALANCE SHEET AS AT 31st MARCH, 2024

(Amount in Indian Rupees in lakhs unless otherwise stated)

PARTICULARS	NOTE NO.	AS AT 31-03-2024	AS AT 31-03-2023
ASSETS			
Non-Current Assets			
Property, Plant & Equipment	3	3787.21	922.66
Right of use assets	4	21.78	22.01
Capital Work in Progress	5	6494.83	2239.91
Intangible Assets under development	6	3.70	3.70
Other Financial Assets	7	45.66	9.98
Deferred tax assets (Net)	8	4.59	.00
Other Non Current Assets	9	657.39	1013.34
Total Non-Current Assets		11015.15	4211.60
Current Assets			
Financial Assets			
Inventories	10	134.10	.00
Trade Receivables	11	109.45	.00
Cash and cash equivalents	12	320.15	76.88
Other Financial Assets	13	6.07	5.51
Current Tax Assets (Net)	14	.06	.00
Other Current Assets	15	443.88	22.58
Total Current Assets		1013.71	104.96
Total Assets		12028.87	4316.56
EQUITY AND LIABILITIES			
EQUITY			
Shareholder's Funds			
Share Capital	16	4200.00	4200.00
Reserves and Surplus	17	(92.26)	(95.25)
Total Equity		4107.74	4104.75
LIABILITIES			
Non-Current Liabilities			
Financial Liabilities			
Borrowings	18	4330.00	.00
Lease Liabilities	19	21.16	21.17
Provisions	20	1.60	.00
Total Non-Current Liabilities		4352.77	21.17
Current Liabilities			
Borrowings	21	2370.00	.00
Lease Liabilities	22	1.35	1.35
Trade payables	23		
a) Total Outstanding dues of Micro and Small enterprises		.00	.00
b) Total Outstanding dues of Trade Payables other than Micro and Small enterprises		235.96	17.76
Other Financial Liabilities	24	942.58	165.40
Other Current Liabilities	25	17.88	6.13
Provisions	26	.59	.00
Total Current Liabilities		3568.36	190.64
Total Liabilities		7921.13	211.81
TOTAL EQUITY AND LIABILITIES		12028.87	4316.56
Summary of Significant Accounting Policies	1-2		
The accompanying notes are an integral part of the standalone financial statements	3-60		

As per our report of even date

For S Singhvi & Co.,
Chartered Accountants
Firm Regi. No.: 003872S

Shailendra Singhvi
Proprietor
Membership No. : 023125/ICAI

For and on behalf of the Board of Directors
Bheema Fine Chemicals Private Limited

S Chandra Sekhar
Director
DIN NO. 00159543

A Arvind Kumar
Director
DIN NO. 03097192

Place : Hyderabad
Date: 07.05.2024

B. Krishna Mohan Rao
Chief Financial Officer

Sharanya. M
Company Secretary

STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31st MARCH, 2024

(Amount in Indian Rupees in lakhs unless otherwise stated)

PARTICULARS	NOTE NO.	YEAR ENDED 31.03.2024	YEAR ENDED 31.03.2023
I. Income:			
Revenue from operations	27	92.75	.00
Other Income	28	.63	.00
Total Income		93.38	.00
II. Expenses:			
Cost of Materials Consumed	29	142.56	.00
Change in inventories of finished goods and Work in progress	30	(79.09)	.00
Employee Benefit Expenses	31	6.97	3.13
Financial costs	32	2.81	1.37
Depreciation and amortization expense	33	1.87	14.17
Other expenses	34	19.84	48.71
Total Expenses		94.97	67.37
III. Profit/(Loss) Before Exceptional Items and Tax (I-II)		(1.60)	(67.37)
Exceptional Items		.00	.00
IV. Profit/(Loss) After Exceptional Items and Before Tax		(1.60)	(67.37)
V. Tax expense:	35		
Current tax		.00	.00
MAT Credit Entitlement		.00	.00
Deferred tax charge/ (credit)		(4.59)	.00
Earlier years Tax		.00	.00
		(4.59)	.00
VI. Profit/(Loss) for the year		2.99	(67.37)
Other Comprehensive Income			
Other comprehensive income not to be reclassified to profit or loss in subsequent periods:			
Remeasurement on employees defined benefit plan		-	-
Deferred tax credit on above		-	-
Total other Comprehensive Income, net of tax		-	-
Total Comprehensive Income, net of tax		2.99	(67.37)
Earning per equity share of ₹ 10/- each fully paid:	36		
Earning per equity share:			
Basic EPS		0.01	(0.42)
Diluted EPS		0.01	(0.42)
Summary of Significant Accounting Policies	1-2		
The accompanying notes are an integral part of			
the standalone financial statements	3-60		

As per our report of even date

For S Singhvi & Co.,
Chartered Accountants
Firm Regi. No.: 003872S

Shailendra Singhvi
Proprietor
Membership No. : 023125/ICAI

Place : Hyderabad
Date: 07.05.2024

For and on behalf of the Board of Directors
Bheema Fine Chemicals Private Limited

S Chandra Sekhar
Director
DIN NO. 00159543

B. Krishna Mohan Rao
Chief Financial Officer

A Arvind Kumar
Director
DIN NO. 03097192

Sharanya. M
Company Secretary

CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH 2024

(Amount in Indian Rupees in lakhs unless otherwise stated)

PARTICULARS	AS AT 31-03-2024	AS AT 31-03-2023
A. CASH FLOW FROM OPERATING ACTIVITIES:		
Net profit Before Tax	(1.60)	(67.37)
Adjustments for :		
Depreciation and Amortization	1.87	14.17
Interest Paid	4.03	1.35
Interest income & Notional Income	(.63)	.00
Gratuity & Compensated absence	2.20	.00
Operating profit before working capital changes	5.88	(51.85)
Adjustments for movement in working capital :		
(Increase)/Decrease in Inventories	(134.10)	.00
(Increase)/Decrease in Trade Receivable	(109.45)	.00
(Increase)/Decrease in Other Financial & Non Financial Assets	(457.54)	(27.40)
Increase/(Decrease) in Trade Payable	218.19	17.76
Increase/(Decrease) in Other Financial, non financial liabilities & provisions	17.59	161.96
Cash generated from operations	(459.42)	100.47
Direct taxes paid (Net of refund)	(.06)	.00
Net cash flow from operating activities (A)	(459.49)	100.47
B. CASH FLOW FROM INVESTING ACTIVITIES:		
Purchase of property, plant & equipments, capital work in progress & capital advances net of capital creditors	(5993.83)	(3283.91)
Interest received	.63	.00
Net cash flow used in investing activities (B)	(5993.20)	(3283.91)
C. CASH FLOW FROM FINANCING ACTIVITIES:		
Proceeds from issue of equity shares	.00	3300.00
Proceeds/(Repayment) of long term borrowings (Net)	4330.00	.00
Proceeds/(Repayment) of short term borrowings (Net)	2370.00	(40.49)
Interest paid	(4.04)	(1.35)
Net cash used in financing activities (C)	6695.96	3258.15
Net Increase/(decrease) in cash and cash equivalents (A+B+C)	243.28	74.71
Cash and cash equivalents at the beginning of the year	76.88	2.17
Cash and cash equivalents at end of the year	320.15	76.88
Cash and cash equivalents includes		
Cash on hand	.94	.43
Balances with banks in current accounts	319.21	76.45
	320.15	76.88

Notes:

- Refer Notes to P&L no. 18 - Reconciliation of liabilities arising from financing activities
- The above cash flow statement has been prepared using the 'Indirect Method' as set out in the Ind AS - 7 on Cash Flow Statement as notified by the Central Government under the Companies Act, 2013

As per our report of even date
For S Singhvi & Co.,
Chartered Accountants
Firm Regi. No.: 003872S

Shailendra Singhvi
Proprietor
Membership No. : 023125/ICAI

Place : Hyderabad
Date: 07.05.2024

For and on behalf of the Board of Directors
Bheema Fine Chemicals Private Limited

S Chandra Sekhar
Director
DIN NO. 00159543

B. Krishna Mohan Rao
Chief Financial Officer

A Arvind Kumar
Director
DIN NO. 03097192

Sharanya. M
Company Secretary

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31st MAR 2024

(Amount in Indian Rupees in lakhs unless otherwise stated)

a Equity Share Capital

	AS AT 31-03-2024	
	No. of shares	Amount
For the year ended 31st Mar 2024		
Equity shares of INR 10 each issued, subscribed and fully paid		
Balance as at 01 April 2023	42,000,000	4200.00
Changes in Equity Share Capital due to prior period errors	-	.00
Restated balance as at 1 April 2023	42,000,000	4200.00
Changes in equity share capital during the current Year	-	-
Balance as at 31st Mar 2024	42,000,000	4200.00

	AS AT 31-03-2023	
	No. of shares	Amount
For the year ended 31st Mar 2023		
Equity shares of INR 10 each issued, subscribed and fully paid		
Balance as at 01 April 2022	9,000,000	900.00
Changes in Equity Share Capital due to prior period errors	-	-
Restated balance as at 1 April 2022	9,000,000	900.00
Changes in equity share capital during the current Year	33,000,000	3300.00
Balance as at 31 Mar 2023	42,000,000	4200.00

b Other Equity

Particulars	Reserves and Surplus Retained Earnings	Total
As at April 01, 2023	(95.25)	(95.25)
Changes in accounting policy or prior period errors	.00	.00
Restated balance as at April 01, 2023	(95.25)	(95.25)
Add: Profit for the year transferred to retained earnings	2.99	2.99
Add: Other Comprehensive Income for the Year :		
Remeasurement of employees defined benefit plans	-	-
Deferred tax on above	-	-
As at Mar 31, 2024	(92.26)	(92.26)
As at April 01, 2022	(27.89)	(27.89)
Changes in accounting policy or prior period errors	.00	.00
Restated balance as at April 01, 2021	(27.89)	(27.89)
Add: Profit for the year transferred to retained earnings	(67.37)	(67.37)
Add: Other Comprehensive Income for the Year :		
Remeasurement of employees defined benefit plans	-	-
Deferred tax on above	-	-
As at Mar 31, 2023	(95.25)	(95.25)
Summary of Significant Accounting Policies	1 to 2	
The accompanying notes are an integral part of the standalone financial statements	3 to 60	

As per our report of even date

For S Singhvi & Co.,
Chartered Accountants
Firm Regi. No.: 003872S

Shailendra Singhvi
Proprietor
Membership No. : 023125/ICAI

Place : Hyderabad
Date: 07.05.2024

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Sharanya. M
Company Secretary

Notes to Financial Statements for the Year Ended March 31, 2024

1. Overview of the Company

Bheema Fine Chemicals Private Limited was incorporated on 22nd July, 2020 in Hyderabad (Telangana) and domiciles in India. The Company is a wholly owned subsidiary company of Bhagiradha Chemicals & Industries Limited and has its registered office at 8-2-269/3/A, Plot No 3, Sagar Society, Road No 2, Banjara Hills, Hyderabad - 500 034 (TS). It is engaged to manufacture Pesticides Technicals & their Intermediates in the Industrial leasehold land situated at Karnataka Industrial Area Development Board, Kadechur Industrial Area, Yadgir Dist., Karnataka

The standalone financial statements are approved for issue by the Company's Board of Directors on May 07, 2024.

2. Accounting policies

This note provides a list of the accounting policies adopted in the preparation of these standalone financial Statements. These policies have been consistently applied to all the years presented, unless otherwise stated.

2.1 Basis of preparation and compliance with IND AS

These financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 (the "Act") read with the Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time) and Companies (Indian Accounting Standards) Amendment Rules, 2016.

Accounting policies have been consistently applied except where a newly issued Indian accounting standard is initially adopted or a revision to an existing Indian accounting standard requires a change in the accounting policy hitherto in use. The material accounting policy information used in preparation of the audited standalone financial statements have been discussed in the respective accounting policies mentioned herebelow.

The Standalone Financial statements have been prepared on an accrual basis under the historical cost convention except for the following that are measured at fair value as required by relevant Ind AS.

- Certain financial assets and liabilities are measured at fair value (Refer accounting policy on financial instruments)
- Defined benefit and other long term Employee Benefits.

All assets and liabilities have been classified as current or non-current as per the Company's operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013. Based on the nature of services and the time between the rendering of service and their realization in cash and cash equivalents, the Company has ascertained its operating cycle as twelve months for the purpose of current and noncurrent classification of assets and liabilities.

2.2 Uses of Estimates & judgments

The preparation of Financial Statements in conformity with the generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, revenue and expenses and disclosure of contingent liabilities. 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 the financial statements and reviewed on an ongoing basis. Actual results may differ from the estimates and assumptions used in preparing the accompanying financial statements. Any revision to accounting estimates is recognised prospectively in current and future periods. Refer Note 2.26 for detailed discussion on Significant accounting judgments, estimates and assumptions.

2.3 Measurement of Fair Values

The accounting policies and disclosures require the measurement of fair values for both financial and non-financial assets and liabilities. The Company has an established control framework with respect to the measurement of fair values, which includes overseeing all significant fair value measurements, including Level 3 fair values by the management. The management regularly reviews significant unobservable inputs and valuation adjustments. If third party information, such as broker quotes or pricing services, is used to measure fair values, then the management assesses the evidence obtained from the third parties to support the conclusion that such valuations meet the requirements of Ind AS, including the level in the fair value hierarchy in which such valuations should be classified.

When measuring the fair value of a financial asset or a financial liability, the Company uses observable market data as far as possible. Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows.

- Level 1 - Quoted price (unadjusted) in active markets for identical assets or liabilities
- Level 2 - Inputs other than quoted price included in Level 1 that are observable for the assets or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices)
- Level 3 - Inputs for the asset or liability that is not based on observable market data (unobservable inputs)

If the inputs used to measure the fair value of an asset or a liability falls into different levels of the fair value hierarchy, then the fair value measurement is categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement. The Company recognises transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred.

2.4 Property Plant and Equipment and Depreciation

- a) Items of property, plant and equipment are measured at cost, which includes capitalised borrowing costs, less accumulated depreciation and accumulated impairment losses, if any. Cost includes non refundable taxes, duties, freight and other incidental expenses directly related to acquisition/construction and installation of the assets. Any trade discounts and rebates are deducted in arriving at the purchase price.
- b) Subsequent expenditure is capitalised only when cost can be measured reliably and it is probable that the future benefits will flow to the company.
- c) Capital work-in-progress includes property, plant and equipment not ready for their intended use and related incidental expenses and attributable interest.
- d) Advances given towards acquisition of property, plant and equipment outstanding at each balance sheet date are disclosed as "Other Non-Current Assets".
- e) Expenditure during construction period:

Expenditure (direct & indirect) incurred during the construction period which are attributable to acquisition / construction of property, plant and equipment, will be capitalized with the respective Plant, Property & Equipment at the time of commissioning of such assets.

- f) The estimated useful life of assets are as follows:

Building (Including temporary structures)	03 - 60 Years
Plant and equipment	20 - 25 Years
Furniture and fixtures	10 Years
Office equipment	5 Years
Computer and data processing equipment	3 Years

- h) Depreciation on tangible property, plant and equipment has been provided on Straight Line Method. Depreciation is provided on a pro-rata basis, i.e. from the date on which asset is ready for use. Depreciation method, useful lives and residual values are reviewed at each financial year end and adjusted if appropriate.
- i) Items of property, plant and equipment that are held for disposal are stated at the lower of their net book value and net realizable value and are shown separately under other current assets in the financial statements. Any expected loss is recognized immediately in the Statement of Profit and Loss.
- j) The Company reviews the residual value, useful lives and depreciation method annually and, if expectations differ from previous estimates, the change is accounted for as a change in accounting estimate on a prospective basis.

- k) An item of property, plant and equipment is eliminated from the financial statements on disposal or when no further benefit is expected from its use and disposal. Gains / losses arising from disposal are recognised in the Statement of Profit and Loss.

2.5 Intangible Assets

- a) Intangible assets are stated at cost of acquisition less accumulated amortisation and accumulated impairment losses, if any.
- b) Subsequent expenditure related to an item of intangible assets is added to its book value, only if they increase the future benefits from the existing asset beyond its previously assessed standard of performance.
- c) In respect of Intangible assets amortised on straight line basis - Technical know how over a period of their useful life of 4 years. Computer software over a period of useful life of 3 years and Product development expenses are to be amortised over a period of their useful life of 4 years.
- d) An intangible asset is derecognised on disposal, or when no future economic benefits are expected from its use or disposal. Gains or losses arising from derecognition of an item of intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of such item of intangible asset and are recognised in the Statement of Profit and Loss when the asset is derecognised.
- e) Intangible assets with finite lives are assessed for impairment whenever there is an indication that the intangible asset may be impaired. The amortization period and the amortization method for an intangible asset with a finite useful life are reviewed at least at each financial year end.

2.6 Impairment of non-financial assets

The Company assesses at each year end whether there is any objective evidence that a non financial asset or assets is impaired. If any such indication exists, the Company estimates the asset's recoverable amount and the amount of impairment loss.

An impairment loss is calculated as the difference between an asset's carrying amount and recoverable amount. Losses are recognized in Statement of Profit and Loss. When the Company considers that there are no realistic prospects of recovery of the asset, the relevant amounts are written off. If the amount of impairment loss subsequently decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, then the previously recognised impairment loss is reversed through Statement of Profit and Loss.

The recoverable amount of an asset or cash-generating unit (as defined below) is higher of an asset's fair value less costs of disposal and its value in use. The estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. For the purpose of impairment testing, assets are grouped together into the smallest group of assets that generates cash in flows from continuing use that are largely independent of the cash inflows of other assets or groups of assets (the "cash-generating unit").

2.7 Borrowing Costs

Borrowing cost directly attributable to acquisition and construction of qualifying assets (Qualifying asset is an asset which necessarily takes substantial period to get ready to use or sale) should be capitalised as part of the cost of such assets up to the date when such assets are ready for intended use or sale.

All other borrowing costs are expensed in the period in which they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds.

Borrowing costs are interest and other costs that the company incurs in connection with the borrowing of funds and is measured with reference to the Effective Interest Rate (EIR) applicable to the respective borrowing. Borrowing cost include interest costs measured at EIR.

2.8 Non Current Assets held for Sale

Non-current assets are classified as held for sale, if it is highly probable that they will be recovered primarily through sale rather than through continuing use. Such assets, are generally measured at the lower of their carrying amount and fair value less costs to sell. Losses on initial classification as held for sale and subsequent gains and losses on

re-measurement are recognised in Statement of Profit and Loss. Once classified as held-for sale they are no longer depreciated.

2.9 Inventories

- a) Inventories are valued at lower of cost or net realizable value on an item-by-item basis.
- b) Raw materials, packaging materials, consumables and stores and spare parts are valued at lower of cost and net realizable value. Cost includes purchase price, freight inwards and other expenditure incurred in bringing such inventories to their present location and condition. In determining the cost, weighted average cost method is used.
- c) Work in progress and manufactured finished goods are valued at the lower of cost and net realisable value. Cost of finished goods and work in progress is determined by considering direct materials, labour costs, conversion costs, including an appropriate share of fixed production overheads based on normal operating capacity and other related costs incurred in bringing the inventories to their present condition and location.
- d) Goods in transit are valued at cost which represents the cost incurred up to the stage at which the goods are in transit.
- e) Provision of obsolescence on inventories is considered on the basis of management's estimate based on demand and market of the inventories.
- f) Net realizable value is the estimated selling price in the ordinary course of business, less the estimated cost of completion and the estimated costs necessary to make the sale.

2.10 Cash and Cash Equivalents

Cash comprises of cash at bank and on hand and cash equivalents comprise of short-term bank deposits with an original maturity of three months or less.

2.11 Cash Flow Statement

Cash flows are reported using indirect method as set out in IND AS 7, "Statement of Cash Flows", whereby profit / (loss) before tax is adjusted for the effects of transactions of non cash nature and deferrals of accruals of past or future cash receipts or payments. The cash flows from operating, Investing and financing activities of the Company are segregated.

2.12 Leases

A lease is classified at the inception date as finance lease or an operating lease. Leases under which the Company assumes substantially, all the risk and rewards of ownership are classified as finance leases. When acquired, such assets are capitalised at fair value or present value of the minimum lease, whichever is lower. Lease payments are apportioned between finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are recognised in finance costs in the statement of Profit and loss. Other leases are treated as operating leases, with payments recognised as expenses in the statement of profit and loss on a straight line basis over the lease term.

The Company assesses whether a contract contains a lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified assets, the Company assesses whether:

- (i) the contract involves the use of an identified asset
- (ii) the Company has substantially all of the economic benefits from use of the asset through the period of the lease and
- (iii) the Company has the right to direct the use of the asset.

As a lessee, the Company recognises a right of-use asset and a lease liability at the lease commencement date. The right of-use asset is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any

lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentives received.

The right-of-use asset is subsequently depreciated using the straight-line method from the commencement date to the earlier of the end of the useful life of the right of-use asset or the end of the lease term.

The estimated useful lives of right of- use assets are determined on the same basis as those of property and equipment/ primary period of lease. In addition, the right-of-use asset is periodically reduced by impairment losses, if any, and adjusted for certain remeasurements of the lease liability.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the Company's incremental borrowing rate.

Generally, the Company uses its incremental borrowing rate as the discount rate. Lease payments included in the measurement of the lease liability comprise the fixed payments, including in substance fixed payments.

The lease liability is measured at amortised cost using the effective interest method.

The Company has used number of practical expedients when applying Ind AS 116: - Short term leases, leases of low-value assets and single discount rate.

The Company has elected not to recognise right of- use assets and lease liabilities for short-term leases that have a lease term of 12 months or less and leases of low-value assets. The Company recognises the lease payments associated with these leases as an expense on a straight line basis over the lease term.

2.13 Revenue Recognition

- a) Revenue from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer, usually on delivery of the goods. Revenue towards satisfaction of a performance obligation is measured at the amount of transaction price (net of variable consideration) allocated to the performance obligation. The transaction price of goods sold and services rendered is net off variable consideration on account of various discounts and schemes offered by the company as a part of contract including Taxes.
- b) Revenue from rendering of services is recognised over time by measuring the progress towards complete satisfaction of performance obligations at the reporting period.
- c) Interest income is recognized on a time proportionate basis, taking into account the amount outstanding and the rates applicable. For all financial instruments measured at amortized cost, interest income is recorded using the effective interest rate method to the net carrying amount of the financial assets.

2.14 Income Tax

Income tax expense comprises current tax (i.e. amount of tax for the period determined in accordance with the income tax law), deferred tax charge or credit (reflecting the tax effects of timing differences between accounting income and taxable income for the period).

a) Current Tax

Current tax assets and liabilities are measured at the amount expected to be recovered or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the year end date. Current tax assets and tax liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously.

b) Deferred Tax

"Deferred tax is recognised in respect of temporary difference between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

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

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Unrecognised deferred tax assets are re-assessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

Deferred tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Deferred tax items are recognised in correlation to the underlying transaction either in Other Comprehensive Income (OCI) or directly in other equity.

Deferred tax assets and liabilities are offset only if: a) The entity has a legally enforceable right to set off current tax assets against current tax liabilities; and b) The deferred tax assets and the deferred tax liabilities relate to income taxes levied by the same taxation authority on the same taxable entity.

2.15 Employees Benefits

a) Short-term obligations

Liabilities for wages and salaries, including non-monetary benefits that are expected to be settled wholly within 12 months after the end of the year in which the employees render the related service are recognized in respect of employees' services up to the end of the year and are measured at the amounts expected to be paid when the liabilities are settled. The liabilities are presented as current employee benefit obligations in the balance sheet.

b) Other long-term employee benefit obligations

I. Defined contribution plans

Provident Fund: Contribution towards provident fund is made to the regulatory authorities, where the Company has no further obligations. Such benefits are classified as Defined Contribution Schemes as the Company does not carry any further obligations, apart from the contributions made on a monthly basis which are charged to the Statement of Profit and Loss.

Employee's State Insurance Scheme: Contribution towards employees' state insurance scheme is made to the regulatory authorities, where the Company has no further obligations. Such benefits are classified as Defined Contribution Schemes as the Company does not carry any further obligations, apart from the contributions made on a monthly basis which are charged to the Statement of Profit and Loss.

II. Defined benefit plans

Gratuity: The Company provides for gratuity, a defined benefit plan (the 'Gratuity Plan') covering eligible employees in accordance with the Payment of Gratuity Act, 1972. The Gratuity Plan provides a lump sum payment to vested employees at retirement, death, incapacitation or termination of employment, of an amount based on the respective employee's salary. The Company's liability is actuarially determined (using the Projected Unit Credit method) at the end of each year. Actuarial losses/gains are recognized in the other comprehensive income in the year in which they arise.

Compensated Absences: The balance of unutilised leave can be encashed at the end of the year by the employees. The short term provision for compensated absences has been calculated on actual basis, based on the balance of unutilised leave available.

2.16 Foreign Currency Transactions

a) Functional and presentation currency

Initial recognition - Foreign currency transactions are recorded in the functional currency, by applying to the foreign currency amount, the exchange rate between the functional currency and the foreign currency at the date of the transaction. The financial statements are presented in Indian rupee (INR), which is the Company's functional and presentation currency.

b) Transactions and balances

On initial recognition, all foreign currency transactions are recorded by applying to the foreign currency amount the exchange rate between the functional currency and the foreign currency at the date of the transaction. Gains/Losses arising out of fluctuation in foreign exchange rate between the transaction date and settlement date are recognised in the Statement of Profit and Loss.

All monetary assets and liabilities in foreign currencies are restated at the year end at the exchange rate prevailing at the year end and the exchange differences are recognised in the Statement of Profit and Loss.

Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the dates of the initial transactions.

2.17 Provisions and Contingencies

- a) A provision is recognised, if, as a result of a past event, the Company has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The unwinding of the discount is recognised as finance cost.
- b) A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but will probably not, require an outflow of resources. When there is a possible obligation of a present obligation in respect of which the likelihood of outflow of resources is remote, no provision is made but disclosed in the notes.

Contingent assets are not disclosed in the financial statements unless an inflow of economic benefits is probable.

2.18 Government Grants

Government grants are recognised where there is reasonable assurance that the grant will be received and all attached conditions will be complied with. When the grant relates to an expense item, it is recognised as income on a systematic basis over the periods that the related costs, for which it is intended to compensate, are expensed. When the grant relates to an asset, it is recognised as income in equal amounts over the expected useful life of the related asset.

2.19 Earnings per Shares

Basic EPS is calculated by dividing the net profit or loss before OCI for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. For the purpose of calculating diluted EPS, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

2.20 Operating Cycles

Operating cycle is the time between the acquisition of assets for processing and their realization in cash or cash equivalents. Based on the nature of products/ activities of the Company, the management has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current.

2.21 Contributed equity

Equity shares are classified as equity share capital.

Incremental costs directly attributable to the issue of new shares or options are shown in other equity as a deduction, net of tax, from the proceeds.

2.22 Dividend

Final dividend on shares is recorded as a liability on the date of approval by the shareholders and Interim dividends are recorded as a liability on the date of declaration by the Company's board of directors.

The Company declares and pays dividends in Indian rupees. Companies are required to pay/distribute dividend after deducting applicable taxes

2.23 Events after reporting date

Where events occurring after the balance sheet date provide evidence of conditions that existed at the end of the reporting period, the impact of such events is adjusted within the financial statements. Otherwise, events after the balance sheet date of material size or nature are only disclosed.

2.24 Financial Instruments

a) Financial Assets

i) Recognition and initial measurement

Financial assets are recognised when the Company becomes a party to the contractual provisions of the instruments. Financial assets other than trade receivables are initially recognised at fair value through profit and loss. Financial assets carried at fair value through profit or loss are initially recognised at fair value, and transaction costs are expensed in the statement of profit and loss. However, Trade receivables that do not contain a significant financing component are measured at transaction price.

ii) Subsequent measurement

For the purpose of subsequent measurement, financial assets are classified in four categories:

Financial assets at amortised cost

These assets are subsequently measured at amortised cost using the effective interest method. The amortised cost is reduced by impairment losses. Interest income, foreign exchange gains and losses and impairment are recognised in the statement of profit and loss. Any gain or loss on derecognition is recognised in the statement of profit and loss.

Financial assets at fair value through other comprehensive income (FVTOCI)

These assets are subsequently measured at fair value. Interest income under the effective interest method, foreign exchange gains and losses and impairment are recognised in the statement of profit and loss. Other net gains and losses are recognised in OCI. On derecognition, gains and losses accumulated in OCI are reclassified to the statement of profit and loss.

Financial assets at fair value through profit or loss (FVTPL)

Assets that do not meet the criteria for amortized cost or FVTOCI are measured at fair value through profit or loss. Net gains and losses, including any interest or dividend income, are recognised in the statement of profit and loss.

Financial instruments measured at fair value through other comprehensive income (FVTOCI)

These assets are subsequently measured at fair value. Dividends are recognised as income in the statement of profit and loss unless the dividend clearly represents a recovery of part of the cost of the investment. Other net gains and losses are recognised in OCI and are not reclassified to the statement of profit and loss.

iii) Derecognition

The Company derecognises a financial asset when the contractual rights to the cash flows from the financial asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred or in which the Company neither transfers nor retains substantially all of the risks and rewards of ownership and does not retain control of the financial asset. If the Company enters into transactions whereby it transfers assets recognised on its balance sheet, but retains either all or substantially all of the risks and rewards of the transferred assets, the transferred assets are not derecognised.

iv) Impairment of Financial Assets

In accordance with Ind AS 109, the Company applies Expected Credit Loss (ECL) model for measurement and recognition of impairment loss on the following financial assets and credit risk exposure:

- Financial assets that are debt instruments, and are measured at amortised cost e.g., loans, debt securities, deposits, and bank balance.
- Trade receivables.

The application of simplified approach does not require the Company to track changes in credit risk. Rather, It recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition.

b) Financial Liabilities

i) Recognition and initial measurement

All financial liabilities are initially recognised when the Company becomes a party to the contractual provisions of the instrument. A financial liability is initially measured at fair value, in case of financial liability which is recognised at fair value through profit and loss (FVTPL), its transaction cost is recognised in the statement of profit and loss. In other cases, the transaction costs are attributed to the issue of a financial liability.

ii) Subsequent measurement

Financial liabilities are classified and measured at amortised cost or FVTPL. A financial liability is classified as at FVTPL, if it is classified as held- for- trading, or as a derivative or if designated as such on initial recognition. Financial liabilities 'at FVTPL are measured at fair value and net gains and losses, including any interest expense, are recognised in the statement 'of profit and loss. Other financial liabilities are subsequently measured at amortised cost using the effective interest method. 'Interest expense and foreign exchange gains and losses are recognised in the statement of profit and loss. Any gain or loss 'on derecognition is also recognised in the statement of profit and loss.

iii) Derecognition

The Company derecognises a financial liability when its contractual obligations are discharged or cancelled, or expired. The Company also derecognises a financial liability when its terms are modified and the cash flows under the modified terms are substantially different. In this case, a new financial liability based on the modified terms is recognised at fair value. The difference between the carrying amount of the financial liability is extinguished and the new financial liability with modified terms is recognised in the statement of profit and loss.

iv) Setting off financial instruments

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

c) Derivative Financial Instruments

The Company uses derivative financial instruments, such as forward currency contracts to hedge its interest rate risk. Such derivative financial instruments are initially recognised at fair value on the date on which a derivative contract is entered into and are subsequently re-measured at fair value at each reporting period. Any changes therein are generally recognised in the profit and loss account.

2.25 Significant accounting judgments, estimates and assumptions

The preparation of financial statements requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future years.

a) Estimates and assumptions

The key assumptions concerning the future and other key sources of estimation uncertainty at the year end date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Company based its assumptions and estimates on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

b) Taxes

Deferred tax assets are recognized for unused tax losses to the extent that it is probable that taxable profit will be available against which the losses can be utilized. Significant management judgment is required to determine the amount of deferred tax assets that can be recognized, based upon the likely timing and the level of future taxable profits together with future tax planning strategies.

c) Defined benefit plans (gratuity benefits)

The cost of the defined benefit plans such as gratuity are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases and mortality rates. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each year end.

The principal assumptions are the discount and salary growth rate. Salary increase rate takes into account of inflation, seniority, promotion and other relevant factors on long term basis.

d) Impairment of non-financial assets

In assessing impairment, management estimates the recoverable amount of each asset or cash-generating units based on expected future cash flows and uses an interest rate to discount them. Estimation uncertainty relates to assumptions about future operating results and the determination of a suitable discount rate.

2.26 Segment reporting

The Company operates only in one business segment viz. 'manufacturing and sales of crop care chemicals' and hence no separate information for primary segment wise disclosure as per Ind AS 108 is required.

2.27 Standards that became effective during the year

There are no new Standards that became effective during the year.

2.28 Rounding off amounts

All amounts disclosed in financial statements and notes have been rounded off to the nearest lakhs as per requirement of Schedule III of the Act, unless otherwise stated.

Notes Forming Part of the Financial Statement for the Year Ended 31.03.2024

(Amount in Indian Rupees in lakhs unless otherwise stated)

3. PROPERTY, PLANT & EQUIPMENT

Particulars	Leasehold land	Buildings	Plant and Equipment	Electrical Installations	Office Equipment	Furniture and Fixtures	Computers	Total Property, plant and equipment
Gross carrying value								
Balance as at April 01, 2023	819.79	75.92	.00	42.53	5.44	1.19	1.74	946.61
Additions	94.59	746.96	1719.32	330.66	.69	.00	2.94	2895.16
Deductions / Adjustments	.00	.00	.00	.00	.00	.00	.00	.00
Balance as at Mar 31, 2024	914.38	822.88	1719.32	373.19	6.13	1.19	4.68	3841.77
Accumulated Depreciation								
Opening Accumulated depreciation	18.06	3.23	.00	1.38	.64	.12	.52	23.95
Depreciation charge during the year	9.43	13.75	1.12	4.44	1.17	.11	.59	30.61
Disposal/Adjustments	.00	.00	.00	.00	.00	.00	.00	.00
Closing Accumulated depreciation	27.49	16.98	1.12	5.82	1.81	.24	1.10	54.56
Net Carrying amount as at 31.03.2024	886.89	805.90	1718.20	367.37	4.32	.95	3.58	3787.21
Gross carrying value								
Balance as at April 01, 2022	752.68	.00	.00	.56	1.31	.87	1.03	756.45
Additions	67.11	75.92	.00	41.97	4.13	.32	.72	190.16
Deductions / Adjustments	.00	.00	.00	.00	.00	.00	.00	.00
Balance as at Mar 31, 2023	819.79	75.92	.00	42.53	5.44	1.19	1.74	946.61
Accumulated Depreciation								
Opening Accumulated depreciation	9.70	.00	.00	.02	.13	.03	.14	10.02
Depreciation charge during the year	8.37	3.23	.00	1.36	.51	.09	.38	13.94
Disposal/Adjustments	.00	.00	.00	.00	.00	.00	.00	.00
Closing Accumulated depreciation	18.06	3.23	.00	1.38	.64	.12	.52	23.95
Net Carrying amount as at 31.03.2023	801.72	72.69	.00	41.15	4.80	1.07	1.22	922.66

3.1 The company has not carried out any revaluation of property, plant and equipment during the current or previous reporting year.

4 RIGHT OF USE ASSETS

Particulars	Amount (₹ In Lakhs)
Balance as at April 01, 2023	22.53
Additions	.00
Deductions / Adjustments	.00
Balance as at Mar 31, 2024	22.53
Accumulated Depreciation	
Opening Accumulated depreciation	.52
Depreciation charge during the year	.23
Disposal/Adjustments	.00
Closing Accumulated depreciation	.75
Total	21.78
Balance as at April 01, 2022	22.53
Additions	.00
Deductions / Adjustments	.00
Balance as at Mar 31, 2023	22.53

Notes Forming Part of the Financial Statement for the Year Ended 31.03.2024

(Amount in Indian Rupees in lakhs unless otherwise stated)

Particulars	Amount (₹ In Lakhs)
Accumulated Depreciation	
Opening Accumulated depreciation	.29
Depreciation charge during the year	.23
Disposal/Adjustments	.00
Closing Accumulated depreciation	.52
Total	22.01

5 CAPITAL WORK IN PROGRESS (Assets under installation and subject to capitalization)

Particulars	Civil Works	Plant and equipment	Electrical Installations	Total Capital Work in progress
As at April 01, 2023	2237.66	2.25	.00	2239.91
Additions	4999.22	1721.98	330.66	7051.86
Deductions / Capitalised	746.96	1719.32	330.66	2796.94
As at Mar 31, 2024	6489.92	4.91	.00	6494.83
As at April 01, 2022	143.15	.00	.00	143.15
Additions	2170.43	44.22	.00	2214.65
Deductions / Capitalised	75.92	41.97	.00	117.89
As at Mar 31, 2023	2237.66	2.25	.00	2239.91

5.1 Capital Work in Progress - Ageing Schedule :

CWIP	Amount in CWIP for a period of				Total
As at 31-03-2024	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	
Project in Progress					
1. Factory at KIADB	4942.05	1545.19	2.68	.00	6489.92
2. Plant & Equipment	4.91	.00	.00	.00	4.91
3. Electrical Installations	.00	.00	.00	.00	.00
	4946.96	1545.19	2.68	.00	6494.83

CWIP	Amount in CWIP for a period of				Total
As at 31-03-2023	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	
Project in Progress					
1. Factory at KIADB	2114.13	86.42	37.11	.00	2237.66
2. Electrical Installations	2.25	.00	.00	.00	2.25
	2116.38	86.42	37.11	.00	2239.91

6. Intangible Assets Under Development

Particulars	Product Registration Charges	Total Intangible Assets under development
As at April 01, 2023	3.70	3.70
Additions	.00	.00
Deductions / Capitalised	.00	.00
As at Mar 31, 2024	3.70	3.70
As at April 01, 2022	.00	.00
Additions	3.70	3.70
Deductions / Capitalised	.00	.00
As at Mar 31, 2023	3.70	3.70

Notes Forming Part of the Financial Statement for the Year Ended 31.03.2024

(Amount in Indian Rupees in lakhs unless otherwise stated)

6.1 Intangible assets under development - Ageing Schedule :

Intangible Assets under development	Amount in CWIP for a period of				Total
As at 31-03-2024	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	
Project in Progress					
1. Product Registration Charges	.00	3.70	.00	.00	3.70
	.00	3.70	.00	.00	3.70

Intangible Assets under development	Amount in CWIP for a period of				Total
As at 31-03-2023	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	
Project in Progress					
1. Product Registration Charges	3.70	.00	.00	.00	3.70
	3.70	.00	.00	.00	3.70

7 OTHER FINANCIAL ASSETS - NON CURRENT

PARTICULARS	AS AT 31-03-2024	AS AT 31-03-2023
Unsecured, Considered Good :		
Security Deposits	45.66	9.98
Total	45.66	9.98

8 DEFERRED TAX ASSETS (NET)

PARTICULARS	AS AT 31-03-2024	AS AT 31-03-2023
Deferred tax assets relating to:		
On Property, plant and equipment		-
Unused tax losses/depreciation	33.80	-
Expenses allowable on payment basis	.38	-
Relating to Ind AS adjustments	-	-
Total deferred tax assets	34.18	-
Deferred tax liabilities relating to:		
On Property, plant and equipment	29.60	-
Relating to Ind AS adjustments	.00	-
Total deferred tax liabilities	29.60	-
Deferred tax Assets (Net)	4.59	-

8.1 DEFERRED TAX ASSETS/(LIABILITIES)

For the year ended March 31, 2024

PARTICULARS	Opening Balance	Recognised In Profit & Loss	Recognised In Other Comprehensive Income	Closing Balance
Accelerated depreciation for tax purpose	.00	(29.60)	.00	(29.60)
MAT credit Entitlement	.00	.00	.00	.00
Expenses allowed on payment basis	.00	.38	.00	.38
Unused tax losses/depreciation		33.80		33.80
Other items giving rise to temporary differences	.00	.00	.00	.00
	.00	4.59	.00	4.59

Notes Forming Part of the Financial Statement for the Year Ended 31.03.2024

(Amount in Indian Rupees in lakhs unless otherwise stated)

For the year ended March 31, 2023

PARTICULARS	Opening Balance	Recognised In Profit & Loss	Recognised In Other Comprehensive Income	Closing Balance
Accelerated depreciation for tax purpose	-	-	-	-
MAT credit Entitlement	-	-	-	-
Expenses allowed on payment basis	-	-	-	-
Unused tax losses/depreciation	-	-	-	-
Other items giving rise to temporary differences	-	-	-	-
	-	-	-	-

9 OTHER NON CURRENT ASSETS

PARTICULARS	AS AT 31-03-2024	AS AT 31-03-2023
Unsecured, Considered Good, unless otherwise stated :		
Capital Advances	657.39	1013.34
Total	657.39	1013.34

10 INVENTORIES

PARTICULARS	AS AT 31-03-2024	AS AT 31-03-2023
Valued at Cost or net realisable value whichever is lower		
RAW MATERIALS	40.84	-
WORK IN PROCESS	79.09	-
FINISHED GOODS	.00	-
COAL & FUEL	9.71	-
STORES, SPARES & CONSUMABLES	4.05	-
PACKING MATERIALS	.42	-
Total	134.10	-

11 TRADE RECEIVABLES

PARTICULARS	AS AT 31-03-2024	AS AT 31-03-2023
Unsecured, unless otherwise stated:		
Considered good	109.45	-
Which have significant increase in credit risk	.00	-
Credit impaired	-	-
	109.45	-
Less : Allowance for bad and doubtful debts - Credit impaired	-	-
Total	109.45	-

11.1 Receivables from related parties

No trade or other receivables are due from directors or other officers of the Company either severally or jointly with any other person nor from firms or Private companies in which a director is interested as on 31.03.2024 and as on 31.03.2023, a receivable amount of ₹ Nil was due under this category.

Notes Forming Part of the Financial Statement for the Year Ended 31.03.2024

(Amount in Indian Rupees in lakhs unless otherwise stated)

11.2 Trade receivables are non - interest bearing and generally on terms of 30 to 180 days

11.3 Ageing of trade receivables (Unsecured - Current) :

As at 31.03.2024

Particulars	Not due	Outstanding of the following periods from due date of receipt					Total
		Less than 6 months	6 Months - 1 Year	1-2 Years	2-3 Years	More than 3 Years	
Undisputed Trade Receivables - Considered good	109.45	-	-	-	-	-	109.45
Undisputed Trade Receivables - Which have significant increase in credit risk	-	-	-	-	-	-	-
Undisputed Trade Receivables - Credit impaired	-	-	-	-	-	-	-
Disputed Trade Receivables - Considered good	-	-	-	-	-	-	-
Disputed Trade Receivables - Which have significant increase in credit risk	-	-	-	-	-	-	-
Disputed Trade Receivables - Credit impaired	-	-	-	-	-	-	-

As at 31.03.2023

Particulars	Not due	Outstanding of the following periods from due date of receipt					Total
		Less than 6 months	6 Months - 1 Year	1-2 Years	2-3 Years	More than 3 Years	
Undisputed Trade Receivables - Considered good	-	-	-	-	-	-	-
Undisputed Trade Receivables - Which have significant increase in credit risk	-	-	-	-	-	-	-
Undisputed Trade Receivables - Credit impaired	-	-	-	-	-	-	-
Disputed Trade Receivables - Considered good	-	-	-	-	-	-	-
Disputed Trade Receivables - Which have significant increase in credit risk	-	-	-	-	-	-	-
Disputed Trade Receivables - Credit impaired	-	-	-	-	-	-	-

12 CASH & CASH EQUIVALENTS

PARTICULARS	AS AT 31-03-2024	AS AT 31-03-2023
Balances with Banks in current account	319.21	76.45
Cash-on-Hand	.94	.43
Total	320.15	76.88

13 OTHER FINANCIAL ASSETS - CURRENT

PARTICULARS	AS AT 31-03-2024	AS AT 31-03-2023
Accrued Interest on deposits	.56	.00
Advances - Others	5.51	5.51
Total	6.07	5.51

Notes Forming Part of the Financial Statement for the Year Ended 31.03.2024

(Amount in Indian Rupees in lakhs unless otherwise stated)

14 CURRENT TAX ASSETS (NET)

PARTICULARS	AS AT 31-03-2024	AS AT 31-03-2023
Income tax refund receivable	.06	-
Total	.06	-

15 OTHER CURRENT ASSETS

PARTICULARS	AS AT 31-03-2024	AS AT 31-03-2023
Advances towards Expenses	1.99	.56
Balances with statutory/ Government Authorities	409.30	22.01
Prepaid Expenses	32.58	.00
Total	443.88	22.58

16 SHARE CAPITAL

PARTICULARS	AS AT 31-03-2024	AS AT 31-03-2023
AUTHORIZED CAPITAL		
5,00,00,000 Equity Shares of ₹ 10/- each with voting rights.	5000.00	5000.00
ISSUED , SUBSCRIBED & FULLY PAID UP CAPITAL		
4,20,00,000 Equity Shares of ₹ 10/- each	4200.00	4200.00
Total	4200.00	4200.00

16.1 Terms and rights attached to equity shares:

The Company has only one class of equity shares having a par value of ₹ 10/- per share. Each holder of equity shares is entitled to one vote per share at the general meetings of the Company. In the event of liquidation, the equity shareholders are eligible to receive the residual assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

16.2 Details of shares held by shareholders holding more than 5% of the aggregate shares in the company :

Class of shares / Name of shareholders	AS AT 31-03-2024		AS AT 31-03-2023	
	Number of shares held	% of holding in that class of shares	Number of shares held	% of holding in that class of shares
Equity shares with voting right				
Bhagiradha Chemicals & Industries Limited	41,999,999	100.00%	41,999,999	100.00%
As per records of the Company, including its register of shareholders/members and other declarations received from				
shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownerships of shares.				

16.3 Reconciliation of number of shares:

PARTICULARS	AS AT 31-03-2024	AS AT 31-03-2023
Number of Equity Shares at the beginning of the year	42,000,000	9,000,000
Add: Number of shares issued during the year	-	33,000,000
Number of Equity Shares at the end of the year	42,000,000	42,000,000

As at 31.03.2024

Promoter Name	No. of shares	% of Total Shares	% of change during the year
Bhagiradha Chemicals & Industries Limited	41,999,999	100.00%	0.00%
A Arvind Kumar	1	0.00%	0.00%

Notes Forming Part of the Financial Statement for the Year Ended 31.03.2024

(Amount in Indian Rupees in lakhs unless otherwise stated)

As at 31.03.2023

Promoter Name	No. of shares	% of Total Shares	% of change during the year
Bhagiradha Chemicals & Industries Limited	41,999,999	100.00%	0.00%
A Arvind Kumar	1	0.00%	0.00%

16.4 The Company has not allotted any equity shares as fully paid up without receiving cash or as bonus shares or bought back any equity shares.

17 RESERVES & SURPLUS

PARTICULARS	AS AT 31-03-2024		AS AT 31-03-2023	
Retained Earnings				
Opening Balance	(95.25)		(27.89)	
Add: Profit for the year	2.99		(67.37)	
Closing Balance		(92.26)		(95.25)
Total		(92.26)		(95.25)

Nature and Purpose of Reserves

17.1 Retained Earnings

Retained earnings are the profits or loss that the Company has earned till date, less any transfers to general reserve, dividends or other distributions paid to shareholders

18 FINANCIAL LIABILITIES - BORROWINGS

PARTICULARS	AS AT 31-03-2024	AS AT 31-03-2023
Loan from Related Party (Unsecured)		
From holding company	4330.00	-
Total	4330.00	-

18.1 Loan availed from Bhagiradha Chemicals & Industries Limited (holding company) is repayable on demand. The interest is paid at the rate of (7.25% -9.65%) per annum on the principal outstanding.

18.2 Net Debt Reconciliation

PARTICULARS	AS AT 31-03-2024	AS AT 31-03-2023
Analysis of net debts and movement in net debts for each of the period presented:		
Current Borrowings	2370.00	-
Non-current borrowings	4330.00	-
Net Debt	6700.00	-

As At 31-03-2024

Particulars	Liabilities from financing activities		Total
	Non Current Borrowings	Current Borrowings *	
Net debt as at March 31, 2023	.00	.00	.00
Cash Flows (Net)	4330.00	2370.00	6700.00
Net debt as at March 31, 2024	4330.00	2370.00	6700.00

Notes Forming Part of the Financial Statement for the Year Ended 31.03.2024

(Amount in Indian Rupees in lakhs unless otherwise stated)

As At 31-03-2023

Particulars	Liabilities from financing activities		Total
	Non Current Borrowings	Current Borrowings *	
Net debt as at March 31, 2022	.00	40.49	40.49
Cash Flows (Net)	.00	(40.49)	(40.49)
Net debt as at March 31, 2023	.00	.00	.00

19 LEASE LIABILITY - NON CURRENT

PARTICULARS	AS AT 31-03-2024	AS AT 31-03-2023
Lease Liabilities	21.16	21.17
Total	21.16	21.17

20 PROVISIONS

PARTICULARS	AS AT 31-03-2024	AS AT 31-03-2023
Non current provisions		
For Gratuity - Unfunded	1.60	.00
Total	1.60	.00

21 BORROWINGS - CURRENT

PARTICULARS	AS AT 31-03-2024	AS AT 31-03-2023
Loan repayable on demand from Related Party (Unsecured)		
From holding company	2370.00	.00
Total	2370.00	.00

21.1 Loan availed from Bhagiradha Chemicals & Industries Limited (holding company) is repayable on demand. The interest is paid at the rate of (7.25% -9.65%) per annum on the principal outstanding.

21.2 Net Debt Reconciliation

PARTICULARS	AS AT 31-03-2024	AS AT 31-03-2023
Analysis of net debts and movement in net debts for each of the period presented:		
Current Borrowings	2370.00	-
Non-current borrowings	4330.00	-
Net Debt	6700.00	-

As At 31-03-2024

Particulars	Liabilities from financing activities		Total
	Non Current Borrowings	Current Borrowings *	
Net debt as at March 31, 2023	.00	.00	.00
Cash Flows (Net)	4330.00	2370.00	6700.00
Net debt as at March 31, 2024	4330.00	2370.00	6700.00

As At 31-03-2023

Particulars	Liabilities from financing activities		Total
	Non Current Borrowings	Current Borrowings *	
Net debt as at March 31, 2022	.00	40.49	40.49
Cash Flows (Net)	.00	-40.49	-40.49
Net debt as at March 31, 2023	.00	.00	.00

Notes Forming Part of the Financial Statement for the Year Ended 31.03.2024

(Amount in Indian Rupees in lakhs unless otherwise stated)

22 LEASE LIABILITY - CURRENT

PARTICULARS	AS AT 31-03-2024	AS AT 31-03-2023
Lease Liabilities	1.35	1.35
Total	1.35	1.35

23 TRADE PAYABLES

PARTICULARS	AS AT 31-03-2024	AS AT 31-03-2023
Trade Payables		
Unsecured considered good, unless otherwise stated:		
Total outstanding dues of micro enterprises and small enterprises	.00	.00
Total outstanding dues of creditors other than micro enterprises and small enterprises	235.96	17.76
Total	235.96	17.76

23.1 Dues to micro and small enterprises pursuant to section 22 of the Micro, Small and Medium Enterprises Development Act (MSMED), 2006 (27 of 2006)

	AS AT 31-03-2024	AS AT 31-03-2023
Principal amount remaining unpaid	-	-
Interest due thereon	-	-
Interest paid by the Company in terms of Section 16 of MSMED Act, 2006, along with the amount of the payment made to the suppliers and service providers beyond the appointed day during the period/year	-	-
Interest due and payable for the period of delay in making payment (which has been paid but beyond the appointed day during the period/year) but without adding the interest specified under MSMED Act, 2006	-	-
Interest accrued and remaining unpaid as at balance sheet date	-	-
Further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the MSMED Act, 2006.	-	-
Total	-	-

23.2 The management has identified enterprises which have provided goods and services to the Company and which qualify under the definition of Micro and Small Enterprises, as defined under Micro, Small and Medium Enterprises Development Act, 2006 (MSMEDA). Accordingly, the disclosure in respect of the amounts payable to such enterprises as at 31 March 2024 has been made in the financial statements based on information received and available with the Company.

23.3 Terms and conditions of the above financial liabilities:

Trade payables are non-interest bearing and are normally settled on 30-180 days terms.

23.4 Trade Payables ageing schedule : (Unsecured)

As at 31.03.2024

Particulars	Payable not due	Outstanding of the following periods from due date of payments				Total
		Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	
MSME	-	-	-	-	-	-
Others	235.96	-	-	-	-	235.96
Disputed dues - MSME	-	-	-	-	-	-
Disputed dues - Others	-	-	-	-	-	-

Notes Forming Part of the Financial Statement for the Year Ended 31.03.2024

(Amount in Indian Rupees in lakhs unless otherwise stated)

As at 31.03.2023

Particulars	Payable not due	Outstanding of the following periods from due date of payments				Total
		Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	
MSME	-	-	-	-	-	-
Others	17.76	-	-	-	-	17.76
Disputed dues - MSME	-	-	-	-	-	-
Disputed dues - Others	-	-	-	-	-	-

24 OTHER FINANCIAL LIABILITIES - CURRENT

PARTICULARS	AS AT 31-03-2024	AS AT 31-03-2023
Other Payables - Capital Creditors	933.06	161.72
Other Payables - Expenses	9.52	3.68
Total	942.58	165.40

25 OTHER CURRENT LIABILITIES

PARTICULARS	AS AT 31-03-2024	AS AT 31-03-2023
Statutory Dues to Government Authorities	17.88	6.13
Total	17.88	6.13

26 PROVISIONS

PARTICULARS	AS AT 31-03-2024	AS AT 31-03-2023
Current provisions		
For Gratuity - Unfunded	.59	.00
Total	.59	.00

27 INCOME FROM OPERATIONS

PARTICULARS	YEAR ENDED 31-03-2024	YEAR ENDED 31-03-2023
Sale of products		
Manufactured products - Domestic	92.75	-
	92.75	-

28 OTHER INCOME

PARTICULARS	YEAR ENDED 31-03-2024	YEAR ENDED 31-03-2023
Interest Income	.63	-
	.63	.00

29 RAW MATERIAL CONSUMED

PARTICULARS	YEAR ENDED 31-03-2024	YEAR ENDED 31-03-2023
RAW MATERIALS		
Inventories of materials at the beginning of the year	.00	-
Add: Purchases	183.22	-
	183.22	-
Less : Inventories of materials at the end of the year	40.84	-
	142.38	-
PACKING MATERIALS		
Inventories of materials at the beginning of the year	.00	-
Add: Purchases	.60	-
	.60	-
Less : Inventories of materials at the end of the year	.42	-
	.18	-
Total	142.56	-

Notes Forming Part of the Financial Statement for the Year Ended 31.03.2024

(Amount in Indian Rupees in lakhs unless otherwise stated)

30 CHANGE IN INVENTORIES

PARTICULARS	YEAR ENDED 31-03-2024	YEAR ENDED 31-03-2023
Inventories at the beginning of the year		
Work-In-Progress	-	-
Finished goods	-	-
	-	-
Inventories at the end of the year		
Work-In-Progress	79.09	-
Finished goods	-	-
	79.09	-
Increase/(Decrease) in inventories of finished goods and work-in-progress	(79.09)	-

31 EMPLOYEE BENEFIT EXPENSES

PARTICULARS	YEAR ENDED 31-03-2024	YEAR ENDED 31-03-2023
Salaries & wages	3.96	3.13
Gratuity Expenses	2.20	.00
Staff welfare expenses	.81	.00
Total	6.97	3.13

32 FINANCE COST

PARTICULARS	YEAR ENDED 31-03-2024	YEAR ENDED 31-03-2023
Interest on lease liability	.00	1.35
Interest paid to holding Company	2.68	.00
Interest on late payment of statutory Dues	.02	.00
Bank Charges	.11	.02
Total	2.81	1.37

33 DEPRECIATION & AMORTIZATION EXPENSES

PARTICULARS	YEAR ENDED 31-03-2024	YEAR ENDED 31-03-2023
Depreciation	1.87	13.94
Amortization	.00	.23
Total	1.87	14.17

33.1. Out of Total Depreciation and amortization of ₹ 30,83,839/- an amount of ₹ 28,96,533/- till the date of commencement of commercial operations has been transferred to Capital Work In Progress.

Notes Forming Part of the Financial Statement for the Year Ended 31.03.2024

(Amount in Indian Rupees in lakhs unless otherwise stated)

34 OTHER EXPENSES

PARTICULARS	YEAR ENDED 31-03-2024	YEAR ENDED 31-03-2023
MANUFACTURING EXPENSES		
Consumption of stores, spares & consumables	.41	.00
Consumption of Power & Fuel	4.56	.00
ADMINISTRATION AND OTHER EXPENSES		
Site office Maintenance Expenses	.55	3.44
Filing Fees	.16	36.21
Rates and Taxes	.23	.40
Analysis Charges	.05	.04
Repairs and maintenance-Electricals	.00	.16
Printing & Stationery	.16	.12
Insurance	.25	.00
Postage & Telegrams	.00	.00
Internet Charges	.95	.54
Professional Charges	.82	.44
Audit fees	1.00	.50
Green Belt Development Exps	.00	5.29
CER activity expenses	3.25	.00
Other expenses	7.45	1.58
Total	19.84	48.71

35 TAXES

PARTICULARS	YEAR ENDED 31-03-2024	YEAR ENDED 31-03-2023
a. Income Tax Expense recognised in the Statement of Profit & Loss:		
Current Tax	.00	.00
Adjustment for MAT	.00	.00
Deferred tax Charge/(Credit)	(4.59)	.00
Earlier years Tax	.00	.00
Total Income tax Expenses recognised in statement of profit & loss	(4.59)	-
b. Reconciliation of effective tax rate:		
Profit before tax (A)	(1.60)	(67.37)
Enacted tax rate in India (B)	.00	.00
Expected Tax Expenses (C=A*B)	(.27)	(11.56)
Adjustments for permanent difference:		
Expenses not deductible for tax purpose	.07	.00
Others	.00	
Total	(.20)	(11.56)
Profit after adjusting permanent difference	(1.80)	
Expected Tax expenses	(.31)	
Total Tax expense	(4.59)	.00

Notes Forming Part of the Financial Statement for the Year Ended 31.03.2024

(Amount in Indian Rupees in lakhs unless otherwise stated)

36 EARNINGS PER SHARES

36.1 Earnings per share is calculated by dividing the profit attributable to the equity shareholders by the weighted average number of equity shares outstanding during the year.

36.2 The Basic and diluted EPS per share is given hereunder

PARTICULARS		YEAR ENDED 31-03-2024	YEAR ENDED 31-03-2023
Profit / (Loss) as per Profit and Loss Account	₹	2.99	(67.37)
Net Profit / (Loss) attributable to Equity Share holders	₹	2.99	(67.37)
Equity Shares outstanding at the beginning of the year	Nos.	42,000,000	9,000,000
Equity Shares outstanding at the close of the year	Nos.	42,000,000	42,000,000
Weighted average No of equity shares in computing basic EPS	Nos.	42,000,000	15,997,260
Add : Share Warrants	Nos.	-	-
Weighted Average number of Equity Shares in computing diluted earnings per share *	Nos.	42,000,000	15,997,260
Face value of each equity share	₹	10	10
Earnings per share			
- Basic (₹)		0.01	(0.42)
- Diluted (₹)		0.01	(0.42)

37 Employee benefits

37.1 Gratuity

Defined Benefit Plans

The Company has a defined benefit gratuity plan governed by Payment of Gratuity Act, 1972. Every employee who has completed five years or more of service is entitled to a gratuity on departure, at 15 days salary for each completed year of service. The scheme is funded through a policy with Life Insurance Corporation of India. The following tables summarize net benefit expenses recognised in the statement of profit and loss, the status of funding and the amount recognised in the Balance sheet for the gratuity plan:

PARTICULARS	March 31, 2024	March 31, 2023
A) Net employee benefit expense (recognised in Employee benefits expenses)		
Current service cost	2.20	-
Interest cost	-	-
Expected return on plan assets	-	-
Net actuarial(gain) / loss recognised in the period/ year	-	-
Benefits paid	-	-
Net employee benefit expenses	2.20	-
Actual return on plan asset	-	-
B) Amount recognised in the Balance Sheet		
Defined benefit obligation	2.20	-
Fair value of plan assets	-	-
C) Changes in the present value of the defined benefit obligation		
Opening defined benefit obligation	-	-
Current service cost	2.20	-
Interest cost	-	-
Benefits paid	-	-
Remeasurement due to financial assumptions	-	-
Net Actuarial (gains) / losses on obligation for the year recognised under OCI	-	-
Closing defined benefit obligation	2.20	-

Notes Forming Part of the Financial Statement for the Year Ended 31.03.2024

(Amount in Indian Rupees in lakhs unless otherwise stated)

PARTICULARS	March 31, 2024	March 31, 2023
D) Change in the fair value of plan assets		
Opening fair value of plan assets	-	-
Interest Income on Planned assets	-	-
Contributions	-	-
Benefits paid	-	-
Actuarial gain/(loss) on plan assets	-	-
Closing fair value of plan assets	-	-
The major categories of plan assets as a percentage of the fair value of total plan assets are as follows:		
Unfunded	0.00%	0.00%
E) Remeasurement adjustments:		
Experience loss/ (gain)	-	-
Financial Assumptions loss/ (gain)	-	-
Return on Plan Assets	-	-
Demographic loss/ (gain) on plan liabilities	-	-
Demographic loss/ (gain) on plan assets	-	-
Remeasurement gains/(losses) recognised in other comprehensive income:	-	-
i) The principal assumptions used in determining gratuity for the Company's plans are shown below:		
Discount rate	7.23%	0.00%
Expected rate of return on assets	0.00%	0.00%
Salary rise	8.00%	0.00%
Attrition Rate	3.00%	0.00%
The estimates of future salary increases considered in the actuarial valuation, take into account the inflation, seniority, promotion and other relevant factors such as supply and demand in the employment market.		
ii) The overall expected rate of return on assets is determined based on the actual rate of return during the current year.		
Amounts for the current and previous year are as follows:		
Defined benefit obligation	2.20	-
Plan assets	-	-
Surplus / (deficit)	2.20	-

38 COMMITMENTS & CONTINGENCIES

PARTICULARS	AS AT 31-03-2024	AS AT 31-03-2023
a. Commitments:		
Estimated amount of contracts remaining to be executed on capital account & not provided for (net of advances)	3662.76	6699.95
	3662.76	6699.95
b. Contingent Liabilities:	-	-
Total	3662.76	6699.95

Notes Forming Part of the Financial Statement for the Year Ended 31.03.2024

(Amount in Indian Rupees in lakhs unless otherwise stated)

- 39** The Company has purchased 33.90 Acres of Land in Plot No. 137 to 149 & 151 to 157, Kadachur 1st Phase Industrial Area, Yadgir Dist. Karnataka for a consideration of ₹ 727.15 Lakhs (₹ 19.50 Lakhs per Acre) vide lease cum sale agreement dated 22.12.2020 and registered lease cum sale deed No. 8769/2020-21 dated 15.03.2021 executed by KIADB. The Company has taken possession of land on 19-12-2020 and commenced implementation of the project.

Karnataka Industrial Area Development Board (KIADB) has issued a letter no. KIADB/DDO/YDG/415/2023-24 Dated 17.11.2023 demanding additional payment of ₹ 461.00 Lakhs by increasing the final price from ₹ 19.50 Lakhs to ₹ 34.50 Lakhs per acre citing the terms of resolution of KIADB dated 19-09-2020. The Company has contested the said demand of ₹ 461 Lakhs vide its letter Dated 22.02.2024 stating that as per the Industrial Policy 2020-25 of Government of Karnataka, KIADB should fix the final price for the plot within two years from the date of execution of lease cum sale deed/ lease deed and the final price should not exceed 20% of the tentative allotment price indicated at the time of allotment. Hence the Company has not made any provision in the books as the demand has been raised by KIADB after two years from the date of lease cum sale deed/ lease deed in violation of the terms of the resolution of KIADB dated 19-09-2020. The Company is confident of waiver of said demand.

40 SEGMENT REPORTING :

There are no separate reportable segments as per Indian Accounting Standard (Ind AS) 108 on operating segments as the operations of the Company relate to one segment viz. agro chemicals.

41 PARTICULARS OF AUDITORS REMUNERATION:

PARTICULARS	AS AT 31-03-2024	AS AT 31-03-2023
Audit fees	1.00	.50
	1.00	.50

42 Leases

- (i) The movement in Lease liabilities during the year:

PARTICULARS	AS AT 31-03-2024	AS AT 31-03-2023
Opening Balance	22.52	22.53
Additions during the year	.00	.00
Finance costs incurred during the year	1.35	1.35
Payments of Lease Liabilities	1.36	1.36
Closing Balance	22.52	22.52

Notes Forming Part of the Financial Statement for the Year Ended 31.03.2024

(Amount in Indian Rupees in lakhs unless otherwise stated)

43 RATIOS :

S No.	Ratio	Particulars		March 31, 2024		March 31, 2023		Ratio as on		Variation	Reason (the variation is more than 25%)
				Numerator	Denominator	Numerator	Denominator	March 31, 2024	March 31, 2023		
(a)	Current Ratio	Current Assets= Inventories + Current Investment + Trade Receivable + Cash & Cash Equivalents + Other Current Assets + Contract Assets + Assets held for Sale	Denominator Current Liability= Short term borrowings + Trade Payables + Other financial Liability+ Current tax (Liabilities) + Contract Liabilities+ Provisions + Other Current Liability	1013.71	3568.36	104.96	190.64	0.28	0.55	(48.40%)	Current liability has increased due to increase in short term borrowings
(b)	Debt-Equity Ratio	Debt= long term borrowing and current maturities of long-term borrowings and redeemable preference shares treated as financial liability	Equity= Equity + Reserve and Surplus	4330.00	4107.74	.00	4104.75	1.05	-	0.00%	-
(c)	Debt Service Coverage Ratio	Net Operating Income= Net profit after taxes + Non-cash operating expenses + finance cost	Debt Service = Interest & Lease Payments + Principal Repayments	7.68	2.81	(51.83)	1.37	2.73	(37.92)	(107.20%)	The ratio is not comparable as the variation is due to commencement of commercial operations during the year.
(d)	Return on Equity Ratio	Net Income= Net Profits after taxes – Preference Dividend	Shareholder's Equity	2.99	4107.74	(67.37)	4104.75	0.00	(0.02)	(104.44%)	The ratio is not comparable as the variation is due to commencement of commercial operations during the year.
(e)	Inventory Turnover Ratio	Cost of Goods Sold	(Opening Inventory + Closing Inventory)/2	63.47	67.05	.00	.00	0.95	-	0.00%	-

Notes Forming Part of the Financial Statement for the Year Ended 31.03.2024

(Amount in Indian Rupees in lakhs unless otherwise stated)

S No.	Ratio	Particulars		March 31, 2024		March 31, 2023		Ratio as on		Variation	Reason (the variation is more than 25%)
		Numerator	Denominator	Numerator	Denominator	Numerator	Denominator	March 31, 2024	March 31, 2023		
(f)	Trade Receivables Turnover Ratio	Net Credit Sales	(Opening Trade Receivables + Closing Trade Receivable)/2	92.75	54.72	.00	.00	1.69	-	0.00%	-
(g)	Trade Payables Turnover Ratio	Net Credit Purchases	(Opening Trade Payables + Closing Trade Payables)/2	201.33	63.43	.00	4.44	3.17	-	0.00%	-
(h)	Net Capital Turnover Ratio	Revenue	Average Working Capital= Average of Current assets – Current liabilities	93.38	(1320.17)	.00	.00	-0.07	-	0.00%	-
(i)	Net Profit Ratio	Net Profit	Net Sales	2.99	92.75	(67.37)	.00	0.03	-	0.00%	-
(j)	Return on Capital Employed	EBIT= Earnings before interest and taxes	Capital Employed= Total Assets - Current Liability	3.09	8460.50	(51.83)	4125.92	0.00	(0.01)	(102.91%)	The ratio is not comparable as the variation is due to commencement of commercial operations during the year.
(k)	Return on Investment	Net Profit	Net Investment= Net Equity	2.99	4107.74	(67.37)	4104.75	0.00	(0.02)	(104.44%)	The ratio is not comparable as the variation is due to commencement of commercial operations during the year.

Notes Forming Part of the Financial Statement for the Year Ended 31.03.2024

(Amount in Indian Rupees in lakhs unless otherwise stated)

44 RELATED PARTY DISCLOSURE:

Disclosure of transactions with Related Parties, as required by Ind AS 24 “Related Party Disclosures” has been set out below. Related parties as defined under clause 9 of the Ind AS 24 have been identified on the basis of representations made by the management and information available with the Company.

Names of related parties and description of relationship:

Name of the related party	Relationship
Holding Company / (Controlling Entity)	
Bhagiradha Chemicals & Industries Limited	Company is holding 100% of its total share capital.
Key Management Personnel	
Sri. S Chandra Sekhar	Director
Sri. A Arvind Kumar	Director
Sri. G S V Krishna Rao	Independent Director (w.e.f 13-05-2023)
Smt. G Aruna	Independent Director (w.e.f 13-05-2023)
Sri. Ketan Chamanlal Budh	Director (Upto 30-06-2022)

Note : Names of related parties and description of relationship as identified and certified by the company.

Transactions during the year:

₹ in Lakhs

PARTICULARS	YEAR ENDED 31.03.2024	YEAR ENDED 31.03.2023
a) Holding company		
i) Bhagiradha Chemicals & Industries Ltd.		
Loans received during the period from the enterprise	6701.05	3040.00
Interest Paid on the loan availed	212.28	58.47
Repayment of loan received during the year by the enterprise	213.33	3138.97
Amount paid towards Services	1.49	.00
Amount paid towards purchase of Assets	28.10	.00
Received towards allotment of Shares	.00	3300.00

Closing Balances :

₹ in Lakhs

PARTICULARS	YEAR ENDED 31.03.2024	YEAR ENDED 31.03.2023
a) Holding company		
i) Bhagiradha Chemicals & Industries Ltd.		
Unsecured loans payable	6700.00	-

Terms and conditions of transactions with related parties

The transactions with related parties are made on terms equivalent to those that prevail in arm's length transactions. Outstanding balances at the year-end are unsecured and settlement occurs in cash. There have been no guarantees provided or received for any related party receivables or payables during the year. For the year ended 31 March 2024, the Company has not recorded any impairment of receivables relating to amounts owed by related parties (31 March 2023: Nil). This assessment is undertaken each financial year through examining the financial position of the related party and the market in which the related party operates.

45 Title deeds of Immovable Properties not held in name of the Company

The title in respect of self-constructed buildings and title deeds of all other immovable properties, disclosed in the financial statements included under Property, Plant and Equipment are held in the name of the Company as at the balance sheet date.

46 The Company has not extended any loans or advances in the nature of loans to its promoters, directors, key managerial personnel and its related parties, as defined under the Act, during the years ended 31 March 2024 and 31 March 2023.

47 The Company does not have any Benami property, where any proceeding has been initiated or pending against the company for holding any Benami property.

48 Wilful Defaulter

The company has not taken any loans from bank or financial institutions or any other lender hence declaration of wilful defaulter (as defined by RBI Circular) does not arise.

49 Relationship with Struck off Companies under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956.

The Company does not have any transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956.

50 Registration of charges or satisfaction with Registrar of Companies :

The Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.

51 Compliance with number of layers of companies :

The company has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with the Companies (Restriction on number of Layers) Rules, 2017.

52 Undisclosed income :

The Company does not have any undisclosed income which is not recorded in the books of account that has been surrendered or disclosed as income during the current year as well as in the previous year in the tax assessments under the Income Tax Act, 1961, such as, search or survey or any other relevant provisions of the Income Tax Act, 1961.

53 Details of Crypto Currency or Virtual Currency :

The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.

54 Utilisation of Borrowed funds and share premium:

(i) The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:

(a) 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

(b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries

(ii) The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:

(a) 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

(b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries,

55 FAIR VALUES

The fair value of other current financial assets, cash and cash equivalents, trade receivables, trade payables, short-term borrowings and other financial liabilities approximate the carrying amounts because of the short term nature of these financial instruments.

The amortized cost using effective interest rate (EIR) of non-current financial assets consisting of security and term deposits are not significantly different from the carrying amount.

Financial assets that are neither past due nor impaired include cash and cash equivalents, security deposits, term deposits, and other financial assets.

Non-current borrowing comprises term loan from the banks. The impact of fair value on such portion is not material and therefore not considered for above disclosure.

Non-current borrowings comprises of Inter corporate borrowing has been valued at amortised cost using Effective Interest Rate (EIR).

The carrying amounts and fair values of financial instruments by category are as follows:

₹ in Lakhs

Particulars	Carrying value		Fair value	
	March 31, 2024	March 31, 2023	March 31, 2024	March 31, 2023
Financial assets at fair value through profit & loss				
Financial Assets at amortised cost	.00	.00	-	-
Deposits & Others	45.66	9.98	-	-
Trade Receivables	109.45	.00	-	-
Cash & Cash Equivalents	320.15	76.88	-	-
Financial Liabilities at amortised cost				
Borrowings (Non Current & Current)	2370.00	.00	-	-
Interest accrued	.00	.00	-	-
Trade Payables	235.96	17.76	-	-
Capital Creditors & Others	942.58	165.40	-	-

56 RISK MANAGEMENT

Financial Risk Management objectives & Policies

The Company's financial risk management is an integral part of how to plan and execute its business strategies. The Company's activity exposes it to market risk, commodity risk and credit risk. In order to minimise any adverse effects on the financial performance of the Company, the Company evaluates various options and may enter into derivative financial instruments like foreign exchange forward contracts, foreign currency option contracts in order to hedge certain foreign currency risk exposures and interest rate swaps to hedge variable interest rate exposures. Derivatives, if entered into, are used exclusively for hedging purposes and not as trading or speculative instruments.

The Company's financial risk management policy is set by the Managing Director and governed by overall direction of Board of Directors of the Company. Market risk is the risk of loss of future earnings, fair values or future cash flows that may result from a change in the price of a financial instrument. The value of a financial instrument may change as a result of changes in the interest rate, foreign currency exchange rates, equity prices and other market changes that affect market risk sensitive instruments. Market risk is attributable to all market risk sensitive financial instruments including investments and deposits, foreign currency receivables, payables and loans and borrowings.

56.1 Credit Risk

Credit risk arises from the possibility that the counter party may not be able to settle their obligations as agreed. To manage this, the Company periodically assesses financial reliability of customers, taking into account the financial conditions, current economic trends, and analysis of historical bad debts and ageing of accounts receivable. Individual risk limits are set accordingly.

a) Trade and other receivables : NIL

The Company's exposure to credit risk is influenced mainly by the individual characteristics of each customer. The demographics of the customer, including the default risk of the industry and country in which the customer operates, also has an influence on credit risk assessment. Credit risk is managed through credit approvals, establishing credit limits and continuously monitoring the creditworthiness of customers to which the Company grants credit terms in the normal course of business.

Summary of the Company's exposure to credit risk by age of the outstanding from various customers is as follows:

₹ in Lakhs

Particulars	March 31, 2024	March 31, 2023
Not Due	109.45	-
0 - 90 Days	-	-
90 - 180 Days	-	-
180 - 270 Days	-	-
270 - 365 Days	-	-
More than 360 Days	-	-
Total	109.45	-

The Company allocates each exposure to a credit risk grade based on a variety of data that is determined to be predictive of the risk of loss (e.g. timeliness of payments, available press information etc.) and applying experienced credit judgment. Exposures to customers outstanding at the end of each reporting period are reviewed by the Company to determine incurred and expected credit losses. Historical trends of impairment of trade receivables do not reflect any significant credit losses. Given that the macro economic indicators affecting customers of the Company have not undergone any substantial change, the Company expects the historical trend of minimal credit losses to continue.

b) Cash and Cash Equivalents

The Company held cash and cash equivalents of ₹ 320.15 lakhs at March 31, 2024 (March 31, 2023: ₹ 76.88 lakhs). This includes the cash and cash equivalents held with the bank and the cash on hand with the Company.

56.2 Liquidity Risk

Liquidity risk is the risk in terms of difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation.

The Company has not obtained fund and non-fund based working capital loan from bank during the year.

Exposure to liquidity risk:

a) The following are the remaining contractual maturities of financial liabilities at the reporting date.

The amounts are gross and undiscounted :

₹ in Lakhs

Particulars	Up to 1 Year	1 to 3 Year	3 to 5 Years	> 5 Years	Total carrying amount
31-Mar-24					
Non Current Borrowings (Including current maturities)	.00	.00	.00	.00	.00
Current Borrowings	2370.00	.00	.00	.00	2370.00
Interest Payable	.00	.00	.00	.00	.00
Trade Payables	235.96	.00	.00	.00	235.96
Other Payables (Incl. Lease liabilities)	934.42	2.71	2.71	124.75	1064.59
	3540.37	2.71	2.71	124.75	3670.55

Particulars	Up to 1 Year	1 to 3 Year	3 to 5 Years	> 5 Years	Total carrying amount
31-Mar-23					
Non Current Borrowings (Including current maturities)	.00	.00	.00	.00	.00
Current Borrowings	.00	.00	.00	.00	.00
Interest Payable	.00	.00	.00	.00	.00
Trade Payables	.00	.00	.00	.00	.00
Other Payables (Incl. Lease liabilities)	163.08	2.71	2.71	126.11	294.61
	163.08	2.71	2.71	126.11	294.61

b) Interest Rate Risk : Nil as the company has not borrowed any funds from Banks and Financial Institutions.

Interest rate risk can be either fair value interest rate risk or cash flow interest rate risk. Fair value interest rate risk is the risk of changes in fair values of fixed interest bearing investments because of fluctuations in the interest rates. The company's exposure to the risk of changes in the market interest rate relates primarily to the company's long term debt obligations with floating interest rates. The company's interest rate exposure is mainly related to variable interest rates debt obligations. The Company manages the liquidity and fund requirements for its day to day operations like working capital, suppliers/buyers credit.

Exposure to interest rate risk

Company's interest rate risk arises from borrowings. Borrowings issued at fixed rates exposes to fair value interest rate

risk. The interest rate profile of the Company's interest-bearing financial instruments as reported to the management of the Company is Nil.

Fair value sensitivity analysis for fixed-rate instruments

The Company does not account for any fixed-rate financial assets or financial liabilities at fair value through profit or loss. Therefore, a change in interest rates at the reporting date would not affect profit or loss.

Cash flow sensitivity analysis for variable-rate instruments

The risk estimates provided assume a change of 25 basis points interest rate for the interest rate benchmark as applicable to the borrowings summarised above. This calculation assumes that the change occurs at the balance sheet date and has been calculated based on risk exposures outstanding as at that date assuming that all other variables, in particular foreign currency exchange rates, remain constant. The period end balances are not necessarily representative of the average debt outstanding during the period.

₹ in Lakhs

Cash flow sensitivity (net)	Profit or loss	
	25 bp increase	25 bp decrease
31-Mar-24		
Variable rate loan instruments	-	-
31-Mar-23		
Variable rate loan instruments	-	-

56.3 a) Market Risk

Market risk is the possibility of losses that may be incurred by the company due to factors that affect the overall performance of the company – such as foreign exchange rates, interest rates, recessions etc. Market risk is attributable to all market risk sensitive financial instruments including foreign currency receivables and payables and long term debt. We are exposed to market risk primarily due to the fluctuations in the rate of interest for borrowings from banks, recession in the market, foreign exchange rate fluctuation etc.

b) Currency Risk

The company deals in domestic market in the functional currency and does not have any exposure in foreign currency in operating activities and borrowings.

c) Exposure to currency risk

The currency profile of financial assets and financial liabilities as at March 31, 2024 & March 31, 2023 are in Indian Rupees is NIL.

57 CAPITAL RISK MANAGEMENT

For the purpose of the Company's capital management, capital includes issued capital and other equity reserves. The primary objective of the Company's Capital Management is to maximize shareholders value. The Company manages its capital structure and makes adjustments in the light of changes in economic environment and the requirements of the financial covenants.

The Company monitors capital using adjusted net debt to equity ratio. For this purpose, adjusted net debt is defined as total debt less cash and bank balances.

₹ in Lakhs

Particulars	March 31, 2024	March 31, 2023
Non Current borrowings	4330.00	.00
Current borrowings	2370.00	.00
Current maturities of long term debts	.00	.00
Total Debts	6700.00	-
Less: Cash & Cash equivalents	320.15	76.88
Other bank deposits	.00	.00
Adjusted net debts	6379.85	(76.88)
Equity	4200.00	4200.00
Other Equity	(92.26)	(95.25)
Total Equity	4107.74	4104.75
Adjusted net debt to equity ratio	1.55	(0.02)

58 The Code on Social Security 2020

The Code on Social Security 2020 ('the Code') relating to employee benefits, during the employment and post-employment, has received Presidential assent on September 28, 2020. The Code has been published in the Gazette of India. Further, the Ministry of Labour and Employment has released draft rules for the Code on November 13, 2020. However, the effective date from which the changes are applicable is yet to be notified and rules for quantifying the financial impact are also not yet issued.

The Company will assess the impact of the Code and will give appropriate impact in the financial statements in the period in which, the Code becomes effective and the related rules to determine the financial impact are published.

- 59 The Company has commenced its commercial operations on March 27, 2024 in its Factory situated at plot no 137 to 149 and 151 to 157 of Kadachur Industrial Area, Yadgir district, Karnataka .
- 60 Figures of the Previous year are regrouped / reclassified wherever considered necessary and rounded off to the nearest lakh.

As per our report of even date
For S Singhvi & Co.,
Chartered Accountants
Firm Regi. No.: 003872S

Shailendra Singhvi
Proprietor
Membership No. : 023125/ICAI

Place : Hyderabad
Date: 07.05.2024

For and on behalf of the Board of Directors
Bheema Fine Chemicals Private Limited

S Chandra Sekhar
Director
DIN NO. 00159543

B. Krishna Mohan Rao
Chief Financial Officer

A Arvind Kumar
Director
DIN NO. 03097192

Sharanya. M
Company Secretary

Notes

Notes



BHEEMA
FINE CHEMICALS
PRIVATE LIMITED

CIN: U24299TG2020PTC142050

Registered Office: 8-2-269/S/3/A, Plot No. 3, Sagar Society
Road No. 2, Banjara Hills, Hyderabad - 500 034, Telangana, India

Factory: 137 to 149 & 151 to 157, Kadechur Industrial Area,
Kadechur - 585 221, Yadgir District, Karnataka, India

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