

30<sup>th</sup>  
ANNUAL REPORT  
2019-2020

**ravileela**  
*granites*

BUILDING ENDURING  
RELATIONSHIPS



**CORPORATE INFORMATION****BOARD OF DIRECTORS:**

Mrs. P. Samantha Reddy	-	Whole-time Director Cum CFO (DIN: 00141961)
Mr. P. Srinivas Reddy	-	Director (DIN: 00359139)
Mr. K. Nanda Kumar	-	Independent Director (DIN: 07080571)
Mr. M. Mohan Reddy	-	Independent Director (DIN: 02525646)
Mr. Sree Rama Krishna Grandhi-		Independent Director (DIN: 06921031)

**REGISTERED OFFICE:**

Survey No.203, Sampannabolu,  
ShameerpetMandal, R. R. Dist.,  
Telangana.

**CORPORATE OFFICE:**

6-3-668/10/35, Durganagar Colony,  
Panjagutta, Hyderabad-500082.  
Tel: +91 - 40 - 23413733/34

**STATUTORY AUDITORS:**

M/s. Mahadevan & Co,  
Chartered Accountants  
#307, Vijayasree Apartments,  
Ameerpet,  
Hyderabad – 500 073

**INTERNAL AUDITOR:**

M/s. Suresh Babu & Co.,  
Chartered Accountants,  
1-405,Divya Shakti Complex  
Ameerpet, Hyderabad – 500016

**SECRETARIAL AUDITOR:**

M/s. S.S.Reddy & Associates  
Practicing Company Secretaries  
Plot No.8-2-603/23/3 & 8-2-603/23, 15,  
2nd Floor, HSR Summit,  
Road No.10 Banjara Hills,  
Hyderabad-500034.

**AUDIT COMMITTEE:**

Mr. K. Nanda Kumar	-	Chairman
Mr. M. Mohan Reddy	-	Member
Mr. Sree Rama Krishna Grandhi	-	Member

**NOMINATION & REMUNERATION COMMITTEE:**

Mr. K. Nanda Kumar	-	Chairman
Mr. M. Mohan Reddy	-	Member
Mr. Sree Rama Krishna Grandhi	-	Member

**STAKEHOLDERS RELATIONSHIP COMMITTEE:**

Mr. K. Nanda Kumar	-	Chairman
Mr.Sree Rama Krishna Grandhi	-	Member
Mrs.P. Samantha Reddy	-	Member

**REGISTRAR & SHARE TRANSFER AGENTS:**

Aarathi Consultants Private Limited,  
1-2-285, Domalguda, Hyderabad-500029  
Ph.Nos.040-27638111/27634445  
Email: info@aarthiconsultants.com

**LISTED AT** : BSE Limited

**DEMAT ISIN NUMBER IN NSDL & CDSL** : INE427E01027

**WEBSITE** : [www.ravileelagranites.co](http://www.ravileelagranites.co)

**INVESTOR E-MAIL ID** : [investors@ravileelagranites.com](mailto:investors@ravileelagranites.com)

**CORPORATE IDENTITY NUMBER:** L14102TG1990PLC011909

**NOTICE**

Notice is hereby given that the 30th Annual General Meeting of the Shareholders of Ravileela Granites Limited will be held on Wednesday, the 30th day of September 2020 at 04.00 p.m.through Video Conferencing (VC) / Other Audio Video Means (OAVM), to transact the following business:

**ORDINARY BUSINESS:**

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March 2020, the Statement of Profit & Loss and Cash Flow Statement for the year ended on that date together with the Notes attached thereto, along with the Reports of Auditors and Directors thereon.
2. To appoint a director in place of Mr. P. Srinivas Reddy (holding DIN: 00359139), who retires by rotation and being eligible, offers himself for re-appointment.

**SPECIAL BUSINESS:**

3. Re-appointment of Mr. Sree Ramakrishna Grandhi(DIN:06921031) as an Independent Director of the Company.

To consider and if thought fit, to pass with or without modification(s), the following resolutions as Special Resolution:

**“RESOLVED THAT** pursuant to the provisions of Sections 149, 150, 152 read with Schedule IV and recommendation of the Nomination and Remuneration Committee and approval of the Board of Directors in their respective meetings and any other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Appointment and Qualification of Directors) Rules, 2014 and the applicable provisions of Listing Regulations (including any statutory modification(s) or re-enactment thereof for the time being in force), Consent of the Members of the Company be and is hereby accorded for re-appointment of Mr. Sree Ramakrishna Grandhi (DIN: 06921031) whose current period of office expires on 29th September, 2020 and who has submitted a declaration confirming the criteria of Independence under Section 149(6) of the Companies Act, 2013 read with the LODR Regulations, as amended from time to time, and who is eligible for re-appointment for a second term and in respect of whom the Company has received a notice in writing from a Member proposing his candidature for the office of Director pursuant to Section 160 of the Companies Act, 2013, as an Independent Non-Executive Director of the Company, whose term shall not be subject to retirement by rotation, to hold office for 5 (five) consecutive years on the Board of the Company w.e.f. 30th September, 2020 to 29th September, 2025.”

“**RESOLVED FURTHER THAT** the Board of Directors be and is hereby authorised to do and perform all such acts, deeds, matters or things as may be considered necessary, appropriate, expedient or desirable to give effect to above resolution.”

**4. Re-appointment of Mr. Konduri Nanda Kumar(DIN: 07080571) as an Independent Director of the Company.**

To consider and if thought fit, to pass with or without modification(s), the following resolutions as Special Resolution:

“**RESOLVED THAT** pursuant to the provisions of Sections 149, 150, 152 read with Schedule IV and recommendation of the Nomination and Remuneration Committee and approval of the Board of Directors in their respective meetings and any other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Appointment and Qualification of Directors) Rules, 2014 and the applicable provisions of Listing Regulations (including any statutory modification(s) or re-enactment thereof for the time being in force), Consent of the Members of the Company be and is hereby accorded for re-appointment of Mr. Konduri Nanda Kumar (DIN: 07080571) whose current period of office expires on 29th September, 2020 and who has submitted a declaration confirming the criteria of Independence under Section 149(6) of the Companies Act, 2013 read with the LODR Regulations, as amended from time to time, and who is eligible for re-appointment for a second term and in respect of whom the Company has received a notice in writing from a Member proposing his candidature for the office of Director pursuant to Section 160 of the Companies Act, 2013, as an Independent Non-Executive Director of the Company, whose term shall not be subject to retirement by rotation, to hold office for 5 (five) consecutive years on the Board of the Company w.e.f. 30th September, 2020 to 29th September, 2025.”

“**RESOLVED FURTHER THAT** the Board of Directors be and is hereby authorised to do and perform all such acts, deeds, matters or things as may be considered necessary, appropriate, expedient or desirable to give effect to above resolution.”

**For and on behalf of the Board of  
Ravileela Granites Limited**

**Sd/-**

**P. Samantha Reddy  
Wholetime Director and CFO  
(DIN: 00141961)**

**Place: Hyderabad  
Date: 05.09.2020**

**Notes:**

1. Explanatory Statement pursuant to Section 102 of the Companies Act, 2013, in respect of the Ordinary/Special Business to be transacted at the Annual General Meeting as set out in the Notice is annexed hereto.
2. In pursuance of Regulation 36 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Secretarial Standard on General Meetings, details in respect of the Directors seeking appointment/ re-appointment at the AGM, form part of this Notice.
3. Pursuant to Section 91 of the Companies Act, 2013, the Register of Members and Share Transfer Books of the Company will remain closed from 24.09.2020 to 30.09.2020 (Both days inclusive).
4. As you are aware, in view of the situation arising due to COVID-19 global pandemic, the general meetings of the companies shall be conducted as per the guidelines issued by the Ministry of Corporate Affairs (MCA) vide Circular No. 14/2020 dated April 8, 2020, Circular No.17/2020 dated April 13, 2020 and Circular No. 20/2020 dated May 05, 2020. The forthcoming AGM will thus be held through video conferencing (VC) or other audio visual means (OAVM). Hence, Members can attend and participate in the ensuing AGM through VC/OAVM.
5. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and MCA Circulars dated April 08, 2020, April 13, 2020 and May 05, 2020 the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with Central Depository Services (India) Limited (CDSL) for facilitating voting through electronic means, as the authorized e-Voting's agency. The facility of casting votes by a member using remote e-voting as well as the e-voting system on the date of the AGM will be provided by CDSL.
6. The Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available to atleast 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.

7. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of ascertaining the quorum under Section 103 of the Companies Act, 2013.
8. Pursuant to MCA Circular No. 14/2020 dated April 08, 2020, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM. However, in pursuance of Section 112 and Section 113 of the Companies Act, 2013, representatives of the members such as the President of India or the Governor of a State or body corporate can attend the AGM through VC/OAVM and cast their votes through e-voting.
9. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the AGM has been uploaded on the website of the Company at [www.ravileelagranites.co](http://www.ravileelagranites.co). The Notice can also be accessed from the website of the Stock Exchanges i.e. BSE Limited at [www.bseindia.com](http://www.bseindia.com). The AGM Notice is also disseminated on the website of CDSL (agency for providing the Remote e-Voting facility and e-voting system during the AGM i.e. [www.evotingindia.com](http://www.evotingindia.com)).
10. The AGM has been convened through VC/OAVM in compliance with applicable provisions of the Companies Act, 2013 read with MCA Circular No. 14/2020 dated April 8, 2020 and MCA Circular No. 17/2020 dated April 13, 2020 and MCA Circular No. 20/2020 dated May 05, 2020.

**THE INTRUCTIONS FOR SHAREHOLDRES FOR REMOTE E-VOTING ARE AS UNDER:**

- (i) The voting period begins on 27.09.2020 at 09.00 A.M and ends on 29.09.2020 at 05.00 P.M. During this period shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of 23.09.2020 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.
- (iii) The shareholders should log on to the e-voting website [www.evotingindia.com](http://www.evotingindia.com).
- (iv) Click on "Shareholders" module.
- (v) Now enter your User ID
  - a. For CDSL: 16 digits beneficiary ID,
  - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,

- c. Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.

OR

Alternatively, if you are registered for CDSL's EASI/EASIEST e-services, you can log-in at <https://www.cdslindia.com> from Login - Myeasi using your login credentials. Once you successfully log-in to CDSL's EASI/EASIEST e-services, click on e-Voting option and proceed directly to cast your vote electronically.

- (vi) Next enter the Image Verification as displayed and Click on Login.
- (vii) If you are holding shares in demat form and had logged on to [www.evotingindia.com](http://www.evotingindia.com) and voted on an earlier e-voting of any company, then your existing password is to be used.
- (viii) If you are a first time user follow the steps given below:

<b>For Members holding shares in Demat Form and Physical Form</b>	
PAN	<p>Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders)</p> <ul style="list-style-type: none"> <li>Members who have not updated their PAN with the Company/Depository Participant are requested to use the first two letters of their name and the 8 digits of the sequence number in the PAN field.</li> <li>In case the sequence number is less than 8 digits enter the applicable number of 0's before the number after the first two characters of the name in CAPITAL letters. Eg. If your name is Ramesh Kumar with sequence number 1 then enter RA00000001 in the PAN field.</li> </ul>
Dividend Bank Details OR Date of Birth (DOB)	<p>Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login.</p> <ul style="list-style-type: none"> <li>If both the details are not recorded with the depository or company please enter the member id / folio number in the Dividend Bank details field as mentioned in instruction (iv).</li> </ul>

- (ix) After entering these details appropriately, click on "SUBMIT" tab.
- (x) Shareholders holding shares in physical form will then directly reach the Company selection screen. However, shareholders holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter



their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.

- (xi) For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (xii) Click on the EVSN for the relevant <Company Name> on which you choose to vote.
- (xiii) On the voting page, you will see “RESOLUTION DESCRIPTION” and against the same the option “YES/NO” for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (xiv) Click on the “RESOLUTIONS FILE LINK” if you wish to view the entire Resolution details.
- (xv) After selecting the resolution you have decided to vote on, click on “SUBMIT”. A confirmation box will be displayed. If you wish to confirm your vote, click on “OK”, else to change your vote, click on “CANCEL” and accordingly modify your vote.
- (xvi) Once you “CONFIRM” your vote on the resolution, you will not be allowed to modify your vote.
- (xvii) You can also take a print of the votes cast by clicking on “Click here to print” option on the Voting page.
- (xviii) If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- (xix) Shareholders can also cast their vote using CDSL's mobile app “m-Voting”. The m-Voting app can be downloaded from respective Store. Please follow the instructions as prompted by the mobile app while Remote Voting on your mobile.

**PROCESS FOR THOSE SHAREHOLDERS WHOSE EMAIL ADDRESSES ARE NOT REGISTERED WITH THE DEPOSITORIES FOR OBTAINING LOGIN CREDENTIALS FOR E-VOTING FOR THE RESOLUTIONS PROPOSED IN THIS NOTICE:**

1. For Physical shareholders- please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self

attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to Company/RTA email id.

2. For Demat shareholders - please provide Demat account details (CDSL-16 digit beneficiary ID or NSDL-16 digit DPID + CLID), Name, client master or copy of Consolidated Account statement, PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) to Company/RTA email id.

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

1. Shareholder will be provided with a facility to attend the AGM through VC/OAVM through the CDSL e-Voting system. Shareholders may access the same at <https://www.evotingindia.com> under shareholders/members login by using the remote e-voting credentials. The link for VC/OAVM will be available in shareholder/members login where the EVSN of Company will be displayed.
2. Shareholders are encouraged to join the Meeting through Laptops / IPads for better experience.
3. Further shareholders will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
4. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
- . Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker by sending their request in advance at least 3 days prior to meeting mentioning their name, demat account number/folio number, email id, mobile number at (company email id). The shareholders who do not wish to speak during the AGM but have queries may send their queries in advance 3 days prior to meeting mentioning their name, demat account number/folio number, email id, mobile number at (company email id). These queries will be replied to by the company suitably by email.
6. Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.

**INSTRUCTIONS FOR SHAREHOLDERS FOR E-VOTING DURING THE AGM ARE AS UNDER: -**

1. The procedure for e-Voting on the day of the AGM is same as the instructions mentioned above for Remote e-voting.
  2. Only those shareholders, who are present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system available during the AGM.
  3. If any Votes are cast by the shareholders through the e-voting available during the AGM and if the same shareholders have not participated in the meeting through VC/OAVM facility, then the votes cast by such shareholders shall be considered invalid as the facility of e-voting during the meeting is available only to the shareholders attending the meeting.
  4. Shareholders who have voted through Remote e-Voting will be eligible to attend the AGM. However, they will not be eligible to vote at the AGM.
- (xx) Note for Non – Individual Shareholders and Custodians
- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to [www.evotingindia.com](http://www.evotingindia.com) and register themselves in the “Corporates” module.
  - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com).
  - After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
  - The list of accounts linked in the login should be mailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) and on approval of the accounts they would be able to cast their vote.
  - A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
  - Alternatively Non Individual shareholders are required to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the

Company at the email address [accounts@ravileelagranites.com](mailto:accounts@ravileelagranites.com) (designated email address by company), if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

If you have any queries or issues regarding attending AGM & e-Voting from the e-Voting System, you may refer the Frequently Asked Questions (“FAQs”) and e-voting manual available at [www.evotingindia.com](http://www.evotingindia.com), under help section or write an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) or contact Mr. Nitin Kunder (022- 23058738 ) or Mr. Mehboob Lakhani (022-23058543) or Mr. Rakesh Dalvi (022-23058542).

All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Manager, (CDSL,) Central Depository Services (India) Limited, A Wing, 25th Floor, Marathon Futurex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) or call on 022-23058542/43.

**For and on behalf of the Board of  
Ravileela Granites Limited**

**Sd/-**

**P. Samantha Reddy**

**Wholetime Director and CFO  
(DIN: 00141961)**

**Place: Hyderabad  
Date: 05.09.2020**

**EXPLANATORY STATEMENT**

[Pursuant to Section 102 of the Companies Act, 2013]

**ITEM NO. 3:**

Re-appointment of Mr. Sree Ramakrishna Grandhi (DIN:06921031) as an Independent Director of the Company.

Pursuant to the provisions of Sections 149, 152 read with Schedule IV and other applicable provisions, if any, of the Companies Act, 2013 and Rules framed there-under Mr. Sree Ramakrishna Grandhi was appointed at the 25th Annual General Meeting held on 30th September, 2015 as an Independent Director of the Company for a period of 5 (five) consecutive years up to 29th September, 2020. Mr. Sree Ramakrishna Grandhi who has completed his first term as an Independent Director of the Company on 29th September, 2020 is eligible for re-appointment for one more term of 5 years.

As per the recommendation of the Nomination and Remuneration Committee and approval of the Board of Directors in their respective meetings, subject to approval of Members at this Annual General Meeting and pursuant to the provisions of Sections 149, 150, 152 read with Schedule IV and any other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Appointment and Qualification of Directors) Rules, 2014 and the applicable provisions of the LODR Regulations (including any statutory modification(s) or re-enactment thereof for the time being in force) and based on his skills, rich experience, knowledge, contributions, continued valuable guidance to the management made by him during his tenure and outcome of performance evaluation of the Independent Directors, the approval of the Members of the Company be and is hereby sought for re-appointment of Mr. Sree Ramakrishna Grandhi (DIN:06921031) as an Independent Non-Executive Director of the Company for the second term of 5 (five) years w.e.f. 30th September, 2020 up to 29th September, 2025 and he shall not be liable to retire by rotation as provided under Section 152(6) of the Companies Act, 2013.

The Company has received a declaration from Mr. Sree Ramakrishna Grandhi confirming the criteria of Independence as prescribed under Section 149(6) of the Companies Act, 2013 and under Regulation 16(b) of the LODR Regulations as amended from time to time. Mr. Sree Ramakrishna Grandhi is not disqualified from being appointed as Director in terms of Section 164 of the Companies Act, 2013, as amended from time to time. In the opinion of the Board, he fulfills the conditions specified in the Companies Act, 2013 and is independent of the management.

Except Mr. Sree Ramakrishna Grandhi, being an appointee, none of the other Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested, financially or otherwise, in the resolution set out at Item No. 3.

**ITEM NO. 4:**

Re-appointment of Mr. Konduri Nanda Kumar (DIN:07080571) as an Independent Director of the Company.

Pursuant to the provisions of Sections 149, 152 read with Schedule IV and other applicable provisions, if any, of the Companies Act, 2013 and Rules framed there-under Mr. Konduri Nandakumar was appointed at the 25th Annual General Meeting held on 30th September, 2015 as an Independent Director of the Company for a period of 5 (five) consecutive years up to 29th September, 2020. Mr. Konduri Nandakumar who has completed his first term as an Independent Director of the Company on 29th September, 2020 is eligible for re-appointment for one more term of 5 years.

As per the recommendation of the Nomination and Remuneration Committee and approval of the Board of Directors in their respective meetings, subject to approval of Members at this Annual General Meeting and pursuant to the provisions of Sections 149, 150, 152 read with Schedule IV and any other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Appointment and Qualification of Directors) Rules, 2014 and the applicable provisions of the LODR Regulations (including any statutory modification(s) or re-enactment thereof for the time being in force) and based on his skills, rich experience, knowledge, contributions, continued valuable guidance to the management made by him during his tenure and outcome of performance evaluation of the Independent Directors, the approval of the Members of the Company be and is hereby sought for re-appointment of Mr. Konduri Nanda Kumar(DIN:07080571) as an Independent Non-Executive Director of the Company for the second term of 5 (five) years w.e.f. 30th September, 2020 up to 29th September, 2025 and he shall not be liable to retire by rotation as provided under Section 152(6) of the Companies Act, 2013.

The Company has received a declaration from Mr. Konduri Nanda Kumar confirming the criteria of Independence as prescribed under Section 149(6) of the Companies Act, 2013 and under Regulation 16(b) of the LODR Regulations as amended from time to time. Mr. Konduri Nanda Kumar is not disqualified from being appointed as Director in terms of Section 164 of the Companies Act, 2013, as amended from time to time. In the opinion of the Board, he fulfills the conditions specified in the Companies Act, 2013 and is independent of the management.

Except Mr. Konduri Nanda Kumar, being an appointee, none of the other Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested, financially or otherwise, in the resolution set out at Item No. 4.

**For and on behalf of the Board of  
Ravileela Granites Limited**

**Sd/-**

**P. Samantha Reddy  
Wholetime Director and CFO  
(DIN: 00141961)**

**Place: Hyderabad  
Date: 05.09.2020**

**DIRECTORS' REPORT****To the Members,**

The Directors have pleasure in presenting before you the 30th Directors' Report of the Company together with the Audited Statements of Accounts for the year ended 31st March, 2020. The Company's performance is summarized below:

**1. FINANCIAL SUMMARY/ HIGHLIGHTS/ STATE OF COMPANIES AFFAIRS/:**

The performance during the period ended 31st March, 2020 has been as under:

(Amount in Lakhs)

<b>Particulars</b>	<b>2019-20</b>	<b>2018-19</b>
Turnover/Income (Gross)	3168.19	4184.55
Other Income	153.94	329.05
Total Income	3322.13	4513.60
Less: Total Expenses	3194.10	4345.69
Profit Before Exceptional Items and Tax	128.03	167.91
Less: Exceptional Items	--	--
Profit Before Tax	128.03	167.91
Less: Current Tax	68.22	28.17
Less: Deferred tax benefit	18.07	(40.96)
<b>Profit After Tax</b>	<b>41.74</b>	<b>180.70</b>
<b>Other Comprehensive Income</b>	<b>7.28</b>	<b>(53.61)</b>
<b>Total comprehensive income for the year</b>	<b>49.02</b>	<b>127.10</b>
<b>Earnings Per Share</b>	<b>0.39</b>	<b>1.71</b>

**2. REVIEW OF OPERATIONS:**

During the year under review, the Company has recorded an income of Rs. 3322.13 Lakhs and profit of Rs. 41.74 Lakhs as against the income of Rs. 4513.60 Lakhs and profit of Rs. 180.70 Lakhs in the previous financial year ending 31.03.2019.

**3. MATERIAL CHANGES AND COMMITMENTS:**

There were no material changes and commitments affecting financial position of the company between 31st March, 2020 and the date of Board's Report. (i.e. 05.09.2020)

**4. CHANGE IN THE NATURE OF BUSINESS, IF ANY:**

During the period under review and the date of Board's Report there was no change in the nature of Business.

**5. DIVIDEND:**

Keeping the Company's expansion of business plans in mind, the Directors have decided not to recommend dividend for the year.

**6. TRANSFER TO RESERVES:**

The Company has not carried any amount to reserves.

**7. BOARD MEETINGS:**

The Board of Directors duly met 4 (Four) times on 30.05.2019, 14.08.2019, 14.11.2019 and 14.02.2020 in respect of which meetings, proper notices were given and the proceedings were properly recorded and signed in the Minutes Book maintained for the purpose.

**8. DEPOSITS FROM PUBLIC:**

The Company has not accepted any deposits from public and as such no amount on account of principal or interest on deposits from public was outstanding as on the date of the balance sheet.

**9. DETAILS OF SIGNIFICANT MATERIAL ORDERS PASSED BY REGULATORS, COURTS, TRIBUNALS, IMPACTING THE GOING CONCERN BASIS OF THE COMPANY:**

There were no significant material orders passed by regulators, courts, tribunals, impacting the going concern basis of the Company.

**10. CORPORATE GOVERNANCE:**

A Separate section titled "Report on Corporate Governance" along with the Auditor's Certificate on Corporate Governance as stipulated under Regulation 34 read with Schedule V of Securities and Exchange Board of India (Listing Obligations and



Disclosure Requirements) Regulations, 2015 as a part of this Annual Report.

## 11. DIRECTORS AND KEY MANAGERIAL PERSONNEL:

No Directors or Key Managerial Personnel have resigned during the year. As required under regulation 36 (3) of the SEBI (LODR), Regulations, 2015, brief particulars of the Directors seeking appointment/re-appointment are given as under: -

Name of the Director	K. Nanda Kumar	Sree Ramakrishna Grandhi	P. Srinivas Reddy
Date of Birth	24.09.1953	26.07.1952	20.08.1965
Expertise in specific functional areas	Human Resources	Finance and Banking	Strategy leadership and marketing
Qualifications	MS LLB	MSc CAIIB	Masters in Engineering
Names of the Listed entities in which the person is holding Directorships or Board Committee Memberships	Nil	Alufluoride Limited Everest Organics Limited Gayatri Projects Limited	Nil
Inter se relationship among Directors	Nil	Nil	Spouse of Mrs. P. Samantha Reddy
Shareholding	--	160	75,80,948

## 12. VIGIL MECHANISM

Vigil Mechanism Policy has been established by the Company for directors and employees to report genuine concerns pursuant to the provisions of section 177(9) of the Companies Act, 2013 and Regulation 46 of SEBI (LODR) Regulations, 2015. The same has been placed on the website of the Company.

## 13. MANAGEMENT DISCUSSION AND ANALYSIS REPORT:

Management discussion and analysis report for the year under review as stipulated under Regulation 4(3) read with Schedule V, Part B of SEBI (Listing Obligations and Disclosure Requirements), Regulations 2015 with the stock exchange in India is presented in a separate section forming part of the annual report.

## 14. BOARD EVALUATION:

The Board of Directors has carried out an annual evaluation of its own performance, board Committees, and individual directors pursuant to the provisions of the Act and SEBI Listing Regulations.

The performance of the board was evaluated by the board after seeking inputs from all the directors on the basis of criteria such as the board composition and structure, effectiveness of board processes, information and functioning, etc.

The performance of the committees was evaluated by the board after seeking inputs from the committee members on the basis of criteria such as the composition of committees, effectiveness of committee meetings, etc.

The above criteria are based on the Guidance Note on Board Evaluation issued by the Securities and Exchange Board of India on January 5, 2017.

In a separate meeting of independent directors, performance of non-independent directors, the board as a whole and the Chairman of the Company was evaluated, taking into account the views of executive directors and non-executive directors.

The Board and the Nomination and Remuneration Committee reviewed the performance of individual directors on the basis of criteria such as the contribution of the individual director to the board and committee meetings like preparedness on the issues to be discussed, meaningful and constructive contribution and inputs in meetings, etc.

In the board meeting that followed the meeting of the independent directors and meeting of Nomination and Remuneration Committee, the performance of the board, its committees, and individual directors was also discussed.

Performance evaluation of independent directors was done by the entire board, excluding the independent director being evaluated.

#### **15. EXTRACT OF ANNUAL RETURN:**

As required pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014, an extract of annual return in MGT 9 as a part of this Annual Report.

#### **16. AUTHORISED AND PAID UP CAPITAL OF THE COMPANY:**

The authorized capital of the company stands at Rs. 12,00,00,000 /- divided into 1,20,00,000 equity shares of Rs.10/- each and the company's paid up capital stands at Rs.10,58,60,000 divided into 1,05,86,000 equity shares of 10/- each.

#### **17. DECLARATION FROM INDEPENDENT DIRECTORS ON ANNUAL BASIS:**

The Company has received declarations from Mr. M. Mohan Reddy, Mr. Konduri Nanda Kumar and Mr. Sree Rama Krishna Gandhi, Independent directors of the

company to the effect that they are meeting the criteria of independence as provided in Sub-section (7) of Section 149 of the Companies Act, 2013 and Regulation 25 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

**18. DIRECTOR'S RESPONSIBILITY STATEMENT:**

In pursuance of section 134 (5) of the Companies Act, 2013, the Directors hereby confirm that:

- a) In the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- b) 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;
- c) The Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- d) The Directors had prepared the annual accounts on a going concern basis; and
- e) The Directors had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.
- f) The Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

**19. INFORMATION ABOUT THE FINANCIAL PERFORMANCE / FINANCIAL POSITION OF THE SUBSIDIARIES / ASSOCIATES:**

The company does not have any subsidiaries/Associate companies.

**20. COMPANIES WHICH HAVE BECOME OR CEASED TO BE SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES:**

During the FY 2019-20, there have been no companies which have become or ceased to be the subsidiaries, associates and joint ventures during the year.

**21. DETAILS IN REPECT OF FRAUDS REPORTED BY AUDITORS UNDER SUB-SECTION (12) OF SECTION 143 OTHER THAN THOSE WHICH ARE REPORTABLE TO CENTRAL GOVERNMENT:**

There were no frauds reported by the auditors as per section 143 (12).

**22. STATUTORY AUDITORS:**

The members of the company in accordance with section 139 of the Companies Act, 2013 had passed a resolution in the AGM held on 22.09.2017 for appointment of M/s. Mahadevan & Co, as Statutory Auditors of the company for a period of 5 years to hold office up to the conclusion of 32nd Annual General Meeting of the company to be held for the financial year 2021-22.

**23. INTERNAL AUDITORS:**

In terms of Section 138 of the Companies Act, 2013 read with the Companies (Accounts) Rules, 2014, the Company had appointed M/s. Suresh Babu & Co., Chartered Accountants, Hyderabad as the Internal Auditor of the Company.

**24. SECRETARIAL AUDIT:**

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company had appointed M/s. S. S. Reddy & Associates, a firm of Company Secretaries in Practice to undertake the Secretarial Audit of the Company. The Report of the Secretarial Audit carried out is annexed herewith.

The Board of Directors had appointed M/s. S. S. Reddy & Associates, Practicing Company Secretaries, as Secretarial Auditor, for conducting Secretarial Audit of the Company for Financial Year 2019-20.

**25. AUDIT REPORTS:****(a) Statutory Auditors Report:**

The Board has duly reviewed the Statutory Auditor's Report on the Accounts for the year ended March 31, 2020 and has noted that the same does not have any reservation, qualification or adverse remarks. However, the Board decided to further strengthen the existing system and procedures to meet all kinds of challenges that may occur in the industry.

**(b) Secretarial Audit Report:**

The Board has duly reviewed the Secretarial Audit Report on the Compliances according to the provisions of section 204 of the Companies Act 2013 and the qualifications for the same are discussed in detail in secretarial audit report attached to it.

**26. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE OUTGO:**

The required information as per Sec.134 of the Companies Act 2013 is provided hereunder:

**A. Conservation of Energy:**

(Amounts in Rupees)

<b>Power:</b>	<b>2019-20</b>	<b>2018-19</b>
No. of Units consumed	3,88,511	5,53,133
Unit Rate (Rs.)	9.02	10.63
<b>Total Amount (Rs.)</b>	<b>35,03,200</b>	<b>58,80,419</b>
<b>Fuel:</b>	-	-
No. of Units Consumed (Ltrs)	-	400
Unit Rate (per Ltr.) (Rs.)	-	75.08
<b>Total Amount (Rs.)</b>	<b>-</b>	<b>30,032</b>

**B. Technology Absorption:** All the Factors mentioned in Rule 8 (3)(b) Technology absorption are not applicable to the Company.

**C. Foreign Exchange Earnings and Out Go:**

The Foreign exchange out go and Earnings are as follows:

(Amount in Rupees)

<b>Earnings:</b>	<b>2019-20</b>	<b>2018-19</b>
Exports FOB	3168.19	4138.64
Foreign Exchange Outgo:		
Import of RM, Consumables, Spares Capital goods and Foreign Travelling	1694.77	75.58

**27. CORPORATE SOCIAL RESPONSIBILITY POLICY:**

Since Company does not have the net worth of Rs. 500 Crore or turnover of Rs. 1000 Crore or more or a net profit of Rs. 5 Crore or more during the financial year, section 135 of the Companies Act, 2013 relating to Corporate Social Responsibility is not applicable and hence the Company need not adopt any Corporate Social Responsibility Policy.

**28. SECRETARIAL STANDARDS:**

The company is in compliance with Secretarial Standards.

**29. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS:**

The company has not given loans, Guarantees or made any investments during the financial year under review.

**30. CREDIT & GUARANTEE FACILITIES:**

The Company renewed facilities of Credit and Guarantee for the business of the Company, from Andhra Bank Ltd for which Personal Guarantees were given by the Mr. P. Srinivas Reddy, Director and Mrs. P. Samantha Reddy, whole-time Director.

**31. DISCLOSURE OF INTERNAL FINANCIAL CONTROLS:**

The Company has in place adequate internal control systems, which commensurate with its size, nature of business and complexity of its operations and are designed to provide a reasonable degree of assurance regarding the effectiveness and efficiency of operations, the adequacy of safeguard for assets, internal control over financial reporting, and compliance with applicable laws and regulations. Internal audit function evaluates the adequacy of and compliance with policies, plans, regulatory and statutory requirements.

The Internal Auditors directly report to the Board's Audit Committee, thus ensuring the independence of the process. It also evaluates and suggests improvement in effectiveness of risk management, controls and governance process. The Audit committee and Board provides necessary oversight and directions to the Internal audit function and periodically reviews the findings and ensures corrective measures are taken.

**32. RISK MANAGEMENT POLICY:**

Your Company follows a comprehensive system of Risk Management. Your Company has adopted a procedure for assessment and minimization of probable

risks. It ensures that all the risks are timely defined and mitigated in accordance with the well-structured risk management process.

**33. PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES:**

The Policy on materiality of related party transactions and dealing with related party transactions as approved by the Board may be accessed on the Company's website at [www.ravileelagranites.co](http://www.ravileelagranites.co).

Your Directors draw attention of the members to Notes to accounts attached to the financial statement which sets out related party disclosures.

**34. DISCLOSURE ABOUT COST AUDIT:**

Cost Audit is not applicable for the financial year 2019-20.

**35. NON-EXECUTIVE DIRECTORS' COMPENSATION AND DISCLOSURES:**

None of the Independent / Non-Executive Directors except Mr. P. Srinivas Reddy being a spouse of Mrs. P. Samantha Reddy and to the extent shares held by him has any pecuniary relationship or transactions with the Company which in the Judgement of the Board may affect the independence of the Directors.

**36. Particulars of Employees:**

Your Directors are pleased to record their sincere appreciation of the contribution by the staff at all levels in the improved performance of the Company.

None of the employees is drawing Rs. 8,50,000/- and above per month or Rs.1,02,00,000/- and above in aggregate per annum, the limits prescribed under Section 197(12) of the act read with rules 5(2) and 5(3) of the companies (Appointment and remuneration of Managerial personnel) Rules 2014 of the Companies Act, 2013.

**37. RATIO OF REMUNERATION TO EACH DIRECTOR:**

Under section 197(12) of the Companies Act, 2013, and Rule 5(1)(2) & (3) of the Companies(Appointment & Remuneration) Rules, 2014, the ratio of remuneration to maiden employees is and 1:10.1 in case of Mrs. P. Samantha Reddy, Whole-time Director cum CFO of the Company.

**38. INDUSTRY BASED DISCLOSURES AS MANDATED BY THE RESPECTIVE LAWS GOVERNING THE COMPANY:**

The Company is not a NBFC, Housing Companies etc., and hence Industry based disclosures is not required.

**39. DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:**

The Company has in place An Anti-Sexual Harassment Policy in line with the requirements of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. Internal Complaints Committee (ICC) has been set up to redress complaints received regarding sexual harassment.

**Committee:**

Name	Designation
Mrs. P. Samantha Reddy	Wholetime Director and CFO
Mrs. S. Madhavi	Deputy Manager - Exports
DasaripallaJoji	External Member

All employees are covered under this policy. During the year 2019-20, there was no complaints received by the committee.

**40. APPRECIATION & ACKNOWLEDGEMENT:**

Your Directors place on record their appreciation for the overwhelming co-operation and assistance received from the investors, customers, business associates, bankers, vendors, as well as regulatory and governmental authorities. Your Directors also thanks the employees at all levels, who through their dedication, co-operation, support and smart work have enabled the company to achieve a moderate growth and is determined to poise a rapid and remarkable growth in the year to come.

**For and on behalf of the Board of  
Ravileela Granites Limited**

**Place: Hyderabad  
Date: 05.09.2020**

**Sd/-  
P. Samantha Reddy  
Wholetime Director and CFO  
(DIN: 00141961)**

**Sd/-  
P. Srinivas Reddy  
Director  
(DIN: 00359139)**



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## CORPORATE GOVERNANCE

In accordance with Regulation 34 (3) read with Schedule V of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 the report containing the details of Corporate Governance systems and processes at Ravileela Granites Limited as follows:

### 1. COMPANY'S PHILOSOPHY ON CODE OF GOVERNANCE:

The Company's philosophy on Corporate Governance is backed by Principles of Concern, Commitment, Ethics, Excellence and Learning in all its acts and relationships with Stakeholders, Clients, Associates and Community at large. This philosophy revolves around fair and transparent governance and disclosure practices in line with the principles of Good Corporate Governance. The Corporate Governance Structure in the Company assigns responsibilities and entrusts authority among different participants in the organization viz. the Board of Directors, the Senior Management, Employees, etc. The Company believes that good Corporate Governance is a continuous process and strives to improve the Corporate Governance practices to meet shareholder's expectations.

### 2. BOARD DIVERSITY:

The Company recognizes and embraces the importance of a diverse board in its success. We believe that a truly diverse board will leverage differences in thought, perspective, knowledge, skill, regional and industry experience, cultural and geographical background, age, ethnicity, race and gender, which will help us, retain our competitive advantage. The Board has adopted the Board Diversity Policy which sets out the approach to diversity of the Board of Directors. The Board Diversity Policy is available on our website, [www.ravileelagranites.co](http://www.ravileelagranites.co).

### 3. RAVILEELA' CODE OF CONDUCT FOR THE PREVENTION OF INSIDER TRADING:

The Board of Directors has adopted the Insider Trading Policy in accordance with the requirements of the SEBI (Prohibition of Insider Trading) Regulation, 2015. The Insider Trading Policy of the Company lays down guidelines and procedures to be followed, and disclosures to be made while dealing with shares of the Company. The policy has been formulated to regulate, monitor and ensure reporting of deals by employees and to maintain the highest ethical standards of dealing in Company securities.

The Insider Trading Policy of the Company covering code of practices and procedures for fair disclosure of unpublished price sensitive information and code of conduct for the prevention of insider trading, is available on our website [www.ravileelagranites.co](http://www.ravileelagranites.co).

#### 4. COMPOSITION OF THE BOARD:

The composition of the Board of Directors of the company is an appropriate combination of executive and non-executive Directors with right element of independence. As on March 31, 2020, the Company's Board comprised of five Directors, two promoter Directors including one woman Director. In addition, there are three independent Directors on the Board. In terms of clause 17(1) (b) of SEBI (LODR) Regulations, 2015, the company is required to have one half of total Directors as independent Directors. The non-executive Directors are appointed or re-appointed based on the recommendation of the Nomination & Remuneration Committee which considers their overall experience, expertise and industry knowledge. One third of the non-executive Directors other than independent Directors, are liable to retire by rotation every year and are eligible for reappointment, subject to approval by the shareholders.

#### 5. ATTENDANCE AND DIRECTORSHIPS HELD:

As mandated by the SEBI (LODR) Regulations, 2015, none of the Directors are members of more than ten Board-level committees nor are they chairman of more than five committees in which they are members. Further all the Directors have confirmed that they do not serve as an independent director in more than seven listed companies or where they are whole-time directors in any listed company, then they do not serve as independent director in more than three listed companies.

The names and categories of the Directors on the Board, their attendance at Board meeting during the year and at last Annual General Meeting, as also the number of Directorships and Committee memberships held by them in other companies are shown in **Table 1**.

Name of Director	Relationship with other Directors	Category	No. of Meetings Held	No. of Meetings Attended	Whether Attended Last AGM	No. of Outside Directorships of Public Companies	No. of Committee Memberships	No. of Committee Chairmanships
Mr. P. Srinivas Reddy	Spouse of Mrs. P. Samantha Reddy	P & E D	4	2	No	--	--	--
Mrs. P. Samantha Reddy	Spouse of Mr. P. Srinivas Reddy	P & E D	4	4	Yes	--	--	--
Mr. M. Mohan Reddy	None	ID & NED	4	4	No	--	--	--
Mr. K. Nanda kumar	None	ID & NED	4	1	Yes	--	--	--
Mr. Sree Rama Krishna Grandhi	None	ID & NED	4	3	Yes	3	--	--

The Name of other listed entities where directors of the company are directors and the category of directorship are shown in **Table 2**.

<b>Table-2</b>		
<b>Name of Director</b>	<b>Name of listed entities in which the concerned Director is a Director</b>	<b>Category of Directorship</b>
Mr. P. Srinivas Reddy	--	--
Mrs. P. Samantha Reddy	--	--
Mr. M. Mohan Reddy	--	--
Mr. K. Nanda Kumar	--	--
Mr. Sree Ramakrishna Grandhi	Alufluoride Limited Everest Organics Limited Gayatri Projects Limited	Independent Director Independent Director Additional Director

#### **Details of Skills/Expertise/Competence matrix of the Board of Directors:**

<b>Skills Description</b>	<b>P. Srinivas Reddy</b>	<b>P. Samantha Reddy</b>	<b>K. Nanda Kumar</b>	<b>M. Mohan Reddy</b>	<b>Sree Rama krishna Grandhi</b>
<b>Leadership</b> Innate leadership skills including the ability to represent the organization and set appropriate Board and organization culture. Demonstrated strengths in talentdevelopment, succession planning and bringing change and long term future growth	✓	✓	✓	✓	✓
<b>Strategic Planning and Analysis</b> Ability to critically identify and assess strategic opportunities and threats and develop effective strategies in the context of long-term objectives and the organizations' relevant policies and priorities.	✓	✓	✓	✓	✓
<b>Technology</b> Reasonable knowledge and experience in technology with an ability to foresee technological trends and changes, apply new technology and bring about innovations in business strategies.	✓	✓	✓	✓	✓

<p><b>Governance</b> Understanding of the various governance and compliance requirements under various applicable laws, supporting a strong Board base and management accountability, transparency, and protection of shareholder interests.</p>	✓	✓	✓	✓	✓
<p><b>Financial</b> Wide ranging knowledge and financial skills, oversight for risk management and internal controls and proficiency in financial management and financial reporting processes.</p>	✓	✓	✓	✓	✓
<p><b>Diversity</b> An appropriate mix of varied cultures, ethnicity, geography, gender, age, philosophies, life experiences and other diversity perspectives that expand the Board's understanding of the needs of diverse stakeholders and a better ability to respond to changes.</p>	✓	✓	✓	✓	✓
<p><b>Marketing and Communications</b> Ability to analyze the market and technological impacts, developing strategies for brand awareness and brand building and enhancing market share.</p>	✓	✓	✓	✓	✓

**6. FAMILIARIZATION PROGRAM FOR INDEPENDENT DIRECTORS:**

The Board members are provided with necessary documents, reports, internal policies and site visits to enable them to familiarize with the Company's operations, its procedures and practices. Periodic presentations are made at the Board and Board Committee Meetings, on business and performance updates of the Company business, strategy and risks involved.

Detailed presentations on the Company's business segments were made at the meetings of the Directors held during the year. Details of the same are available on [www.ravileelagranites.co](http://www.ravileelagranites.co).

**7. COMMITTEES OF THE BOARD:**

The Company has four Board-level Committees - Audit Committee, Stakeholder Relationship Committee, Nomination & Remuneration Committee.

All decisions pertaining to the constitution of Committees, appointment of members and fixing of terms of service for Committee members are taken by the Board of Directors. Details on the role and composition of these Committees, including the number of meetings held during the financial year and the related attendance are provided in this report below.

**8. AUDIT COMMITTEE:**

A. BRIEF DESCRIPTION OF TERMS OF REFERENCE: - A qualified and independent Audit Committee has been set up by the Board in compliance with the requirements of Regulation 18 of the Listing Regulations and Section 177 of the Act. The role of the Audit Committee is as under:

- i. Oversight of the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible;
- ii. Recommending the appointment and removal of External Auditors, fixation of audit fee and approval for payment for any other services;
- iii. Reviewing the utilization of loans and/ or advances from/investment by the holding company in the subsidiary exceeding Rs. 100 Crores or 10% of the asset size of the subsidiary, whichever is lower including existing loans / advances / investments existing as on the date of coming into force of this provision.
- iv. Review with the management and statutory auditors of the annual financial statements before submission to the Board with particular reference to:
  - (a) Matters required to be included in the directors' responsibility statement to be included in the board's report in terms of clause (c) of sub-section (3) of Section 134 of the Act;
  - (b) Changes, if any, in accounting policies and practices and reasons for the same;
  - (c) Major accounting entries involving estimates based on the exercise of judgment by management;
  - (d) Significant adjustments made in the financial statements arising out of audit findings;

- (e) Compliance with listing and other legal requirements relating to financial statements;
- (f) Disclosure of any related party transactions;
- (g) Modified opinion(s) in the draft audit report;
- v. Review of the quarterly and half yearly financial results with the management before submission to the board for approval;
- vi. Review and monitor statutory auditor's independence and performance and effectiveness of audit process;
- vii. Approval or any subsequent modification of transactions with related parties;
- viii. Scrutiny of inter-corporate loans and investments;
- ix. Review of valuation of undertakings or assets of the company wherever it is necessary;
- x. Evaluation of internal financial controls and risk management systems;
- xi. Review with the management, statutory auditors and the internal auditors about the nature and scope of audits and of the adequacy of internal control systems;
- xii. Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure, coverage and frequency of internal audit;
- xiii. Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board;
- xiv. Consideration of the reports of the internal auditors and discussion about their findings with the management and suggesting corrective actions wherever necessary;
- xv. Look into the reasons for any substantial defaults in payment to the depositors, debenture-holders, shareholders (in case of non-payment of declared dividend) and creditors, if any;
- xvi. Review the functioning of the whistle blower mechanism;
- xvii. Review and monitor the end use of funds raised through public offers and related matters;

- xviii. Approval of appointment of Chief Financial Officer after assessing the qualifications, experience and background, etc. of the candidate
- xix. Review of the following information:
- (a) Management discussion and analysis of financial condition and results of operations;
  - (b) Statement of significant related party transactions (as defined by the audit committee), submitted by management;
  - (c) Management letters / letters of internal control weaknesses issued by the statutory auditors;
  - (d) Internal audit reports relating to internal control weaknesses;
  - (e) The appointment, removal and terms of remuneration of the Chief Internal Auditor;
  - (f) Statement of deviations:
    - Quarterly statement of deviation(s) including report of monitoring agency, if applicable, submitted to stock exchange(s) in terms of Regulation 32(1) of the Listing Regulations.
    - Annual statement of funds utilized for purposes other than those stated in the offer document/prospectus in terms of Regulation 32(7) of the Listing Regulations, if applicable.
- xx. Carrying out any other function as may be referred to the Committee by the Board.
- xxi. Authority to review / investigate into any matter covered by Section 177 of the Companies Act, 2013 and matters specified in Part C of Schedule II of the Listing Regulations.

**B. COMPOSITION, MEETINGS & ATTENDANCE:**

There were four (4) Audit Committee Meetings held during the year on 30.05.2019, 14.08.2019, 14.11.2019 and 14.02.2020.

Name	Designation	Category	No. of meetings held	No. of meeting attended
Mr. K. Nanda Kumar	Chairman	NED(I)	4	1
Mr. M. Mohan Reddy	Member	NED(I)	4	4
Mr. Sree Ramakrishna Grandhi	Member	NED(I)	4	3

**NED (I)** : Non Executive Independent Director

## 9. NOMINATION AND REMUNERATION COMMITTEE:

### A. BRIEF DESCRIPTION OF TERMS OF REFERENCE:

The Nomination and Remuneration Committee set up by the Board is responsible for:

- i. formulation of the criteria for determining qualifications, positive attributes and independence of a director and recommend to the Board a policy, relating to the remuneration for the directors, key managerial personnel and other employees.
- ii. formulation of the criteria for evaluation of performance of independent directors and the board of directors.
- iii. devising a policy on diversity of board of directors.
- iv. identifying persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down, and recommend to the Board of Directors their appointment and removal.
- v. whether to extend or continue the term of appointment of the independent director, on the basis of the report of performance evaluation of Independent Directors.
- vi. recommending to the Board, remuneration, payable to senior management.
- vii. such other matters as may be specified by the Board from time to time.

### B. COMPOSITION OF THE COMMITTEE, MEETINGS AND ATTENDANCE DURING THE YEAR:

There were one Nomination and Remuneration Committee Meetings held during the financial year on 14.02.2020.



Name	Designation	Category	No. of meetings held	No. of meeting attended
Mr. K. Nanda Kumar	Chairman	NED(I)	1	0
Mr. M. Mohan Reddy	Member	NED(I)	1	1
Mr. Sree Ramakrishna Grandhi	Member	NED(I)	1	1

**NED (I)** : Non Executive Independent Director

### **C. PERFORMANCE EVALUATION CRITERIA FOR INDEPENDENT DIRECTORS:**

The performance evaluation criteria for Independent Directors are already mentioned under the head “Board Evaluation” in Directors’ Report.

### **POLICY FOR SELECTION OF DIRECTORS AND DETERMINING DIRECTORS’ INDEPENDENCE**

#### **Scope:**

This policy sets out the guiding principles for the Nomination & Remuneration Committee for identifying persons who are qualified to become Directors and to determine the independence of Directors, in case of their appointment as independent Directors of the Company.

#### **Terms and References:**

- 2.1 “Director” means a director appointed to the Board of a Company.
- 2.2 “Nomination and Remuneration Committee means the committee constituted in accordance with the provisions of Section 178 of the Companies Act, 2013 and Reg. 19 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- 2.3 “Independent Director” means a director referred to in sub-section (6) of Section 149 of the Companies Act, 2013 and Regulation 16(b) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

#### **Policy:**

1. The Nomination and Remuneration Committee, and the Board, shall review on annual basis, appropriate skills, knowledge and experience required of the Board as a whole and its individual members. The objective is to have a board with diverse background and experience that are relevant for the Company’s operations.

**2. In evaluating the suitability of individual Board member, the NR Committee may take into account factors, such as:**

- General understanding of the company's business dynamics, global business and social perspective;
- Educational and professional background
- Standing in the profession;
- Personal and professional ethics, integrity and values;
- Willingness to devote sufficient time and energy in carrying out their duties and responsibilities effectively.

**2.1 The proposed appointee shall also fulfil the following requirements:**

- shall possess a Director Identification Number;
- shall not be disqualified under the companies Act, 2013;
- shall endeavour to attend all Board Meeting and Wherever he is appointed as a Committee Member, the Committee Meeting;
- shall abide by the code of Conduct established by the company for Directors and senior Management personnel;
- shall disclose his concern or interest in any company or companies or bodies corporate, firms, or other association of individuals including his shareholding at the first meeting of the Board in every financial year and thereafter whenever there is a change in the disclosures already made;
- Such other requirements as may be prescribed, from time to time, under the companies Act, 2013, SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 and other relevant laws.

**3. Criteria of independence**

- 3.1 The Nomination & Remuneration Committee shall assess the independence of Directors at time of appointment/ re-appointment and the Board shall assess the same annually. The Board shall re-assess determinations of independence when any new interest or relationships are disclosed by a Director.

- 3.2 The criteria of independence shall be in accordance with guidelines as laid down in companies Act, 2013 and Regulation 16(b) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- 3.3 The independent Director shall abide by the “code for independent Directors “as specified in Schedule IV to the companies Act, 2013.

#### **4. Other directorships/ committee memberships**

- 4.1 The Board members are expected to have adequate time and expertise and experience to contribute to effective Board performance. Accordingly, members should voluntarily limit their directorships in other listed public limited companies in such a way that it does not interfere with their role as director of the company. The NR Committee shall take into account the nature of and the time involved in a director’s service on other Boards, in evaluating the suitability of the individual Director and making its recommendations to the Board.
- 4.2 A Director shall not serve as director in more than 20 companies of which not more than 10 shall be public limited companies.
- 4.3 A Director shall not serve as an independent Director in more than 7 listed companies and not more than 3 listed companies in case he is serving as a whole-time Director in any listed company.
- 4.4 A Director shall not be a member in more than 10 committees or act as chairman of more than 5 committee across all companies in which he holds directorships.

For the purpose of considering the limit of the committee, Audit committee and stakeholder’s relationship committee of all public limited companies, whether listed or not, shall be included and all other companies including private limited companies, foreign companies and companies under section 8 of the companies Act, 2013 shall be excluded.

#### **10. STAKEHOLDER’S RELATIONSHIP COMMITTEE:**

##### **A. BRIEF DESCRIPTION OF TERMS OF REFERENCE:**

The Committee’s role includes:

- (i) Resolving the grievances of the security holders of the Company including complaints related to transfer/transmission of shares, non-receipt of annual report, non-receipt of declared dividends, issue of new/duplicate certificates, general meeting etc;

- (ii) Review of measures taken for effective exercise of voting rights by shareholders;
- (iii) Review of adherence to the service standards adopted by the Company in respect of various services being rendered by the Registrar & Share Transfer Agent;
- (iv) Review of the various measures and initiatives taken by the Company for reducing the quantum of unclaimed dividends and ensuring timely receipt of dividend warrants/annual reports/statutory notices by the shareholders of the company;
- (v) Such other matter as may be specified by the Board from time to time.

#### **B. COMPOSITION OF THE COMMITTEE, MEETINGS AND ATTENDANCE DURING THE YEAR:**

There were four (5) Stakeholders' relationship Committee Meetings held during the year on 30.05.2019, 29.07.2019, 14.08.2019, 14.11.2019 and 14.02.2020.

Name	Designation	Category	No. of meetings held	No. of meeting attended
Mr. K. Nanda Kumar	Chairman	NED(I)	5	2
Mr. Sree Ramakrishna Grandhi	Member	NED(I)	5	3
Mrs. P. Samantha Reddy	Member	ED	5	5

NED (I) : Non Executive Independent Director

ED: Executive Director

#### **C. DETAILS OF COMPLAINTS/REQUESTS RECEIVED, RESOLVED AND PENDING DURING THE YEAR 2019-20:**

Opening balance	Received during the year	Resolved during the year	Closing balance
0	28	28	0

#### **D. NAME AND DESIGNATION OF COMPLIANCE OFFICER:**

Ms. Aashita Jain, Company Secretary of the company, was the compliance officer of the Company who resigned w.e.f 31.05.2019

#### **11. PECUNIARY RELATIONSHIP OR TRANSACTIONS OF THE NON-EXECUTIVE DIRECTORS VIS-À-VIS THE LISTED COMPANY:** None of the Non-Executive Directors except Mr. P. Srinivas Reddy had any pecuniary relationship or transaction with the company other than the Directors sitting fees.

**A. CRITERIA FOR MAKING PAYMENTS TO NON-EXECUTIVE DIRECTORS:****Policy:**

1. Remuneration to Executive Director and key managerial personnel
  - 1.1 The Board on the recommendation of the Nomination and Remuneration (NR) committee shall review and approve the remuneration payable to the Executive Director of the company within the overall limit approved by the shareholders.
  - 1.2 The Board on the recommendation of the NR committee shall also review and approve the remuneration payable to the key managerial personnel of the company.
  - 1.3 The remuneration structure to the Executive Director and key managerial personnel shall include the following components:
    - (i) Basic pay
    - (ii) Perquisites and Allowances
    - (iii) Stock Options
    - (iv) Commission (Applicable in case of Executive Directors)
    - (v) Retrial benefits
  - 1.4 The Annual plan and Objectives for Executive committee shall be reviewed by the NR committee and Annual performance Bonus will be approved by the committee based on the achievement against the Annual plan and Objectives.
2. Remuneration to Non – Executive Directors
  - 2.1 The Board, on the recommendation of the NR Committee, shall review and approve the remuneration payable to the Non – Executive Directors of the Company within the overall limits approved by the shareholders.
  - 2.2 Non – Executive Directors shall be entitled to sitting fees attending the meetings of the Board and the Committees thereof. The Non- Executive Directors shall also be entitled to profit related commission in addition to the sitting fees.
- 3. Remuneration to other employees**
  - 3.1. Employees shall be assigned grades according to their qualifications and work experience, competencies as well as their roles and responsibilities in the organization. Individual remuneration shall be determined within the appropriate

grade and shall be based on various factors such as job profile skill sets, seniority, experience and prevailing remuneration levels for equivalent jobs.

## B. REMUNERATION TO DIRECTORS PAID DURING THE FINANCIAL YEAR 2019-20 AND OTHER DISCLOSURES:

Name of the Director	Salary(Rs)	Sitting fees(Rs)	Number of shares held	Service Contracts	Stock Option Details	Fixed Component	Performance Based Incentive
Mr. P. Srinivas Reddy	–	–	7,58,0948	–	–	–	–
Mrs. P. Samantha Reddy	84,00,000	–	2,75,000	–	–	–	–
Mr. M. Mohan Reddy	–	40,000	–	–	–	–	–
Mr. K. Nanda Kumar	–	10,000	–	–	–	–	–
Mr. Sree Rama Krishna Grandhi	–	30,000	160	–	–	–	–

## 12. INDEPENDENT DIRECTORS' MEETING:

As per clause 7 of the schedule IV of the Companies Act (Code for Independent Directors), a separate meeting of the Independent Directors of the Company (without the attendance of Non-Independent directors) was held on 14.02.2020, to discuss:

1. Evaluation of the performance of Non Independent Directors and the Board of Directors as whole;
2. Evaluation of the quality, content and timelines of flow of information between the management and the Board that is necessary for the Board to effectively and reasonably perform its duties.

All the Independent Directors except Mr. K. Nanda Kumar were present at the meeting. As required under Regulation 34(3) read with Schedule V of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, the company regularly familiarizes Independent Directors with the Company, their roles, rights, responsibilities in the company, nature of the industry in which the company operates, business model of the company etc. The detail of the familiarization program is given at company's website ([www.ravileelagranites.co](http://www.ravileelagranites.co)Investor Relations).

**13. REMUNERATION POLICY:**

The objectives of the remuneration policy are to motivate Directors to excel in their performance, recognize their contribution and retain talent in the organization and reward merit.

The remuneration levels are governed by industry pattern, qualifications and experience of the Directors, responsibilities should and individual performance.

**14. GENERAL BODY MEETINGS:****A. LOCATION, DATE AND TIME OF LAST THREE AGMS AND SPECIAL/ORDINARY RESOLUTIONS THERE AT AS UNDER:**

Financial Year	Date	Time	Location	Special Resolution Passed
2018-19	30.09.2019	10.00 AM	Hotel Inner Circle, Saboo Heights, 6-3-905, Raj Bhavan Road, Somajiguda, Hyderabad, Telangana – 500082	Yes
2017-18	29.09.2018	09.30 AM	Regd. Off. S. No 203, Sampannabolu (V), Shameerpet (M) R.R.Dist	Yes
2016-17	22.09.2017	10.00 AM	Regd. Off.S.No 203, Sampannabolu(V), Shameerpet(M) R.R.Dist	Yes

**B. PASSING OF RESOLUTIONS BY POSTAL BALLOT**

There were no resolutions passed by the Company through Postal Ballot during the financial year 2019-20.

**15. MEANS OF COMMUNICATION**

The Company regularly intimates its financial results, audited/limited reviewed, to the Stock Exchanges, as soon as the same are taken on record/approved. These financial results are published in the Financial Express in English and Telugu language newspapers Andhra Prabha, respectively. These results are not distributed/ sent individually to the shareholders.

In terms of the requirements of SEBI (Listing Obligations & Disclosures Requirements), the un-audited financial results as well as audited financial results, shareholding pattern of the Company and Corporate Governance Report are

electronically submitted, unless there are technical difficulties and are displayed through Corporate

Filing and Dissemination System viz., on [www.listing.bseindia.com](http://www.listing.bseindia.com). The un-audited financial results as well as audited financial results, shareholding pattern of the Company and Report on Corporate Governance are displayed on [www.bseindia.com](http://www.bseindia.com).

All important information and official press releases are displayed on the website for the benefit of the public at large. Analysts 'Reports/ Research Report, if any, are also uploaded on the website of the Company. The Company's website can be accessed at [www.ravileelagranites.co](http://www.ravileelagranites.co)

## 16. GENERAL SHAREHOLDER INFORMATION:

### A. ANNUAL GENERAL MEETING:

The 30th Annual General Meeting of the Company will be held as per the following schedule:

Day	Wednesday
Date	30th September, 2020
Time	04.00 P.M.
Venue	Through Video Conferencing / other audio video means

### B. VENUE: FINANCIAL YEAR AND FINANCIAL YEAR CALENDAR 2020-21 (TENTATIVE SCHEDULE)

The financial calendar (tentative) shall be as under:

Financial Year	2020-21
First Quarterly Results	14.08.2020
Second Quarterly Results	14.11.2020
Third Quarterly Results	14.02.2020
Fourth Quarterly Results	30.05.2021
Annual General Meeting for year ending 31st March, 2021	30.09.2021



**C. DIVIDEND PAYMENT DATE:** No Dividend is declared during the Financial Year 2019-20.

**D. NAME AND ADDRESS OF STOCK EXCHANGE WHERE THE COMPANIES SECURITIES ARE LISTED:**

EXCHANGE: BSE LIMITED, Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai-400001.

**E. LISTING ON STOCK EXCHANGES:**

The equity shares of the Company are listed on BSE Ltd. The Company has paid the listing fees for the year 2019-20 to BSE Limited.

**F. STOCK CODE:** RALEGRA (BSE Limited)

**G. STOCK MARKET PRICE DATA:**

(Price in Rs.)

Month	Open Price	High Price	Low Price	Close Price	No. of Shares Traded
Apr 19	12.02	14.60	11.43	13.75	2198
May 19	13.75	14.00	12.64	12.70	2076
Jun 19	13.33	13.99	13.33	13.99	315
Jul 19	13.30	13.30	13.20	13.20	45
Aug 19	13.15	13.86	11.87	11.87	1,020
Sep 19	11.80	11.80	8.69	8.69	1,093
Oct 19	8.69	9.60	8.69	9.12	958
Nov 19	8.67	9.57	7.81	8.13	1,922
Dec 19	7.81	7.81	7.42	7.42	44
Jan 20	7.42	7.42	6.42	6.55	1,469
Feb 20	--	--	--	--	--
Mar 20	6.50	6.50	6.50	6.50	40

**H. REGISTRAR AND SHARE TRANSFER AGENTS:**

Aarathi Consultants Private Limited,  
1-2-285, Domalguda, Hyderabad-500029  
Ph.Nos.040-27638111/27634445  
Email: info@aarthiconsultants.com

**I. SHARE TRANSFER SYSTEM:**

Shares received for transfer by the Company or its Registrar and Share Transfer Agent in physical mode are processed and all valid transfers are approved. The share certificate(s) is/are duly transferred and dispatched within a period of 15 days from the date of receipt.

**J. DISTRIBUTION OF SHAREHOLDING AS ON 31ST MARCH, 2020:**

SL. NO.	CATEGORY	HOLDERS	HOLDERS PERCENTAGE	SHARES	AMOUNT	AMOUNT PERCENTAGE
1	1 - 5000	11659	97.49	956330	9563300	9.03
2	5001 - 10000	176	1.47	126938	1269380	1.2
3	10001 - 20000	76	0.64	112363	1123630	1.06
4	20001 - 30000	9	0.08	22696	226960	0.21
5	30001 - 40000	15	0.13	55281	552810	0.52
6	40001 - 50000	6	0.05	27720	277200	0.26
7	50001 - 100000	8	0.07	58240	582400	0.55
8	100001 & Above	10	0.08	9226432	92264320	87.16
	<b>Total:</b>	<b>11959</b>	<b>100</b>	<b>10586000</b>	<b>105860000</b>	<b>100</b>

**K. DEMATERIALISATION & LIQUIDITY OF SHARES:**

Trading in Company's shares is permitted only in dematerialized form for all investors. The ISIN allotted to the Company's scrip is INE427E01027. Investors are therefore advised to open a demat account with a Depository participant of their choice to trade in dematerialized form. Shares held in demat and Physical mode as on March 31, 2020 is as follows:

Particulars	No. of Shares	% Share Capital
NSDL	1151539	10.87
CDSL	8345293	78.83
PHYSICAL	1089168	10.28
<b>Total</b>	<b>10586000</b>	<b>100.00</b>

To enable us to serve our investors better, we request shareholders whose shares are in the physical mode to dematerialize their shares and update their bank accounts with respective depository participants.

**L. PLANT LOCATIONS:** The factory of the company is situated at 15, APIIC BP SEZ, ANNANGI, MADDIPADU MANDAL, PRAKASAM DISTRICT, ANDHRA PRADESH-523211

**M. ADDRESS FOR CORRESPONDANCE:**

P. Samantha Reddy, (Wholetime Director and CFO)  
Address: 6-3-668/10/35, Durganagar Colony  
Punjagutta, Hyderabad - 500 082  
Tel: +91 - 40 - 23413733 / 34

**N. BOOK CLOSURE DATE:**

The date of Book Closure for the purpose of Annual General Meeting and determining the shareholders' entitlement for dividend shall be from Thursday, 24th September, 2020 to Wednesday, 30th September, 2020(both days inclusive).

**O. ELECTRONIC CONNECTIVITY: Demat ISIN Number: INE427E01027**

**P. NATIONAL SECURITIES DEPOSITORY LIMITED**

Trade World, Kamala Mills Compound  
Senapati Bapat Marg, Lower Parel  
Mumbai – 400 013.

**Q. CENTRAL DEPOSITORY SERVICES (INDIA) LIMITED**

Marathon Futurex, A-Wing,  
25th floor, NM Joshi Marg,  
Lower Parel, Mumbai 400013

**R. SHAREHOLDING PATTERN AS ON 31ST MARCH, 2020:**

S. No	Category	No. of shares held	Percentage of shareholding
A	Shareholding of Promoter and Promoter group	-	-
1.	Indian	-	-
	Individual	79,27,365	74.89
2.	Foreign	--	--
	Individual	--	--
	<b>Sub-Total A</b>	79,27,365	74.89
B	Public Shareholding		
1.	Institutions	--	--
2.	Non Institutions		
	a. Bodies Corporate	10,23,489	9.67
	b. Indian Public and others	16,35,146	15.44
	<b>Sub Total B</b>	<b>26,58,635</b>	<b>25.11</b>
	<b>Grand Total (A+B)</b>	<b>1,05,86,000</b>	<b>100.00</b>

**17. OTHER DISCLOSURES:**

**A. COMPLIANCES:** The Bombay Stock Exchanges had imposed a penalty of Rs. 37,760 as on 31st of December 2020 for non-appointment of company secretary.

**B. WHISTLE BLOWER POLICY:**

With a view to adopt the highest ethical standards in the course of business, the Company has a whistle blower policy in place for reporting the instances of conduct which are not in conformity with the policy. Directors, employees, vendors or any person having dealings with the Company may report non-compliance to the Chief Financial Officer of the company, who reviews the report. Confidentiality is maintained of such reporting and it is ensured that the whistle blowers are not subjected to any discrimination. No person was denied access to the Audit Committee.

**C. WEB LINK WHERE POLICY ON DEALING WITH RELATED PARTY TRANSACTIONS:**

In line with the requirements of the Companies Act, 2013 and Listing Regulations, your Company has formulated a Policy on Related Party Transactions which is also

available on Company's Website [www.ravileelagranites.co](http://www.ravileelagranites.co). The Policy intends to ensure that proper reporting, approval and disclosure processes are in place for all transactions between the Company and Related Parties.

All Related Party Transactions are placed before the Audit Committee for review and approval. Prior omnibus approval is obtained for Related Party Transactions on a quarterly basis for transactions which are of repetitive nature and / or entered in the Ordinary Course of Business and are at Arm's Length. All Related Party Transactions are subjected to independent review by a reputed accounting firm to establish compliance with the requirements of Related Party Transactions under the Companies Act, 2013 and Listing Regulations.

All Related Party Transactions entered during the year were in Ordinary Course of the Business and on Arm's Length basis. No Material Related Party Transactions, Accordingly, the disclosure of Related Party Transactions as required under Section 134(3) (h) of the Companies Act, 2013 in Form AOC-2 is not applicable.

**D. DISCLOSURE OF COMMODITY PRICE RISKS AND COMMODITY HEDGING ACTIVITIES:**

Price and demand of the Company's finished products are inherently volatile and remain strongly influenced by global economic conditions. Any fluctuation in finished product prices or currency has direct impact on the Company's revenue and profits.

The Company considers exposure to commodity price fluctuations to be an integral part of our business and its usual policy is to sell its products at prevailing market prices. The Company has a well-defined policy framework wherein no speculative positions are taken and limited commodity hedging is done with and endeavors to achieve month-average rates both in currency and metal prices. The Company follows the policy of taking forward cover for net foreign exposure, if the net is payable in foreign currency, with negligible exposure in non USD currencies All policies are periodically reviewed basis local and global economic environment.

**E. DISCLOSURE OF PENDING CASES / INSTANCES OF NON-COMPLIANCE:**

There were no non-compliances by the Company and no instances of penalties and strictures imposed on the Company by the Stock Exchanges or SEBI or any other statutory authority on any matter related to the capital market during the last three years.

**F. DISCLOSURE IN RELATION TO THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:**

<b>NUMBER OF COMPLAINTS</b>	<b>NUMBER</b>
No. of Complaints filed during the financial year	Nil
No. of Complaints disposed of during the financial year	Nil
No. of Complaints pending as on end of the financial year	Nil

**G. COMPLIANCE WITH THE DISCRETIONARY REQUIREMENTS UNDER LISTING REGULATIONS:**

The Board of Directors periodically reviewed the compliance of all applicable laws and steps taken by the Company to rectify instances of non-compliance, if any. The Company is in compliance with all mandatory requirements of Listing Regulations. In addition, the Company has also adopted the following non-mandatory requirements to the extent mentioned below:

- The Board & Separate posts of Chairman and CEO: The positions of the Chairman and the CEO are separately held in the company.
- Shareholders' rights: The quarterly results along with the press release are uploaded on the website of the Company [www.ravileelagranites.co](http://www.ravileelagranites.co). The soft copy of the quarterly results is also sent to the shareholders who have registered their e-mail addresses.
- Audit qualifications: Company's financial statements have no qualifications.
- Reporting of Internal Auditor: The Internal Auditor of the Company directly reports to the Audit Committee on functional matters.

The Company has submitted quarterly compliance report on Corporate Governance with the Stock Exchanges, in accordance with the requirements of Regulation 27(2) (a) of the Listing Regulations.

**For and on behalf of the Board of  
Ravileela Granites Limited**

**Sd/-**

**P. Samantha Reddy  
Wholetime Director and CFO  
(DIN: 00141961)**

**Sd/-**

**P. Srinivas Reddy  
Director  
(DIN: 00359139)**

**Place: Hyderabad  
Date: 05.09.2020**

**Declaration on Code of Conduct as required by schedule V of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015**

I, P. Samantha Reddy, Whole Time Director of the Company hereby declare that all the members of Board of Directors and Senior Management Personnel have affirmed compliance with Code of Conduct, as applicable to them, in respect of the financial year 2019-20.

**For Ravileela Granites Limited**

**Sd/-**

**P. Samantha Reddy**

**Wholetime Director and CFO**

**(DIN: 00141961)**

**Place: Hyderabad**

**Date: 05.09.2020**

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**Practicing Company Secretary's Certificate on Directors**

To the Members of Ravileela Granites Limited

In my opinion and to the best of my information and according to the explanations given to me, and the representations made by the Directors and the management, I certify that none of the directors on the Board of the Company has been debarred or disqualified from being appointed or continuing as directors of companies by the Board/Ministry of Corporate Affairs or any such statutory authority as on the date of this certificate.

**Sd/-**

**S. Sarveswar Reddy**

**ACS No. 12611**

**CP No. 7478**

**UDIN: A012611B000561291**

**Place: Hyderabad**

**Date: 07.08.2020**

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**CEO/CFO Certification in respect of Financial Statements and Cash Flow Statement**  
(Pursuant to regulation 17 (8) of SEBI (Listing Obligations & Disclosure Requirements),  
Regulations, 2015)**For the Financial Year ended March 31, 2020**

We have reviewed the Financial Statements and the Cash Flow Statement for the year ended 31st March 2020 and we hereby certify and confirm to the best of our knowledge and belief the following:

- a. The Financial Statements and Cash Flow statement do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading.
- b. The Financial Statements and the Cash Flow Statement together present a true and fair view of the affairs of the Company and are in compliance with existing accounting standards, applicable laws and regulations.
- c. There are no transactions entered in to by the Company during the year ended 31st March 2020 which are fraudulent, illegal or violative of Company's Code of Conduct.
- d. We accept responsibility for establishing and maintaining internal controls for Financial Reporting and we have evaluated the effectiveness of these internal control systems of the Company pertaining to financial reporting. Deficiencies noted, if any, are discussed with the Auditors and Audit Committee, as appropriate, and suitable actions are taken to rectify the same.
- e. There have been no significant changes in the above mentioned internal controls over financial reporting during the relevant period.
- f. That there have been no significant changes in the accounting policies during the relevant period.
- g. We have not noticed any significant fraud particularly those involving the, management or an employee having a significant role in the Company's internal control system over Financial Reporting.

**Sd/-**

**P Samantha Reddy**  
**Whole time Director and CFO**  
**DIN: 00141961**

**Place: Hyderabad**  
**Date: 07.08.2020**



**Management Discussion and Analysis Report**

The company has inaugurated New Plant at BPSEZ Ongole on 11th December 2019 henceforth the company will accrue the following advantages.

1. Proximity to seaport and quarries thereby reducing outward freight cost and inward transport cost respectively.
2. Investment in new technology processing machines from Italy and China resulting in higher yield and productivity.
3. Reduced man power due to increased automation.

Due to Covid 19 lockdown the company had to suspend operations for 2 1/2 months which has effected the financial results.

**Opportunity:**

Growth prospects of granite exports from India to USA have increased in view of the benefit from price advantage thrown up by the higher tariffs imposed by USA on granite from China due the intensified trade war between the two countries.

**Threat:**

For companies which are primarily in export, foreign exchange fluctuations is an inherent risk

**Internal Control & Adequacy:**

The company has adequate internal control system to ensure that all assets are safeguarded and protected against loss from unauthorized use or disposition.

**Risk Management System:**

The company manages our business risk through strict compliance and internal control system.

**Outlook:**

With increased capacity the company has further strengthened its marketing network virtually till post covid travel resumes.

**Human Resource:**

Company has adequately trained and well experienced personnel. Our employees are highly motivated and work in line of the organizational goal.

**Details of any change in Return or Net Worth as compared to the immediately previous financial year:**

<b>RATIOS</b>		
<b>Particulars</b>	<b>2019-20</b>	<b>2018-19</b>
<b>KEY PROFITABILITY RATIOS</b>		
OPERATING PROFIT MARGIN	16.24	9.64
NET PROFIT MARGIN	1.32	4.32
PAT / NETWORTH (ROE)	2.70	12.05
<b>KEY CAPITAL STRUCTURE RATIOS</b>		
NET DEBT / EQUITY	3.07	1.79
CURRENT RATIO	1.03	1.48
DEBT SERVICE COVERAGE RATIO	1.18	0.48
INTEREST COVERAGE RATIO	1.70	4.74
DEBTORS TURNOVER RATIO	134	95
STOCK TURNOVER RATIO	39.86	28.47

### **Cautionary Statement**

The statements made in this report describe the Company's objectives and projections that may be forward looking statements within the meaning of applicable laws and regulations. The actual results might differ materially from those expressed or implied depending on the economic conditions, government policies and other incidental factors, which are beyond the control of the Company.

**FORM MR-3  
SECRETARIAL AUDIT REPORT****(Pursuant to section 204(1) of the Companies Act, 2013 and  
Rule 9 of the Companies (Appointment and Remuneration Personnel) Rules, 2014****FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2020**

To  
The Members of  
M/s. Ravileela Granites Limited

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by M/s. Ravileela Granites Limited (hereinafter called "the Company"). 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 on 31st March, 2020, complied with the statutory provisions listed hereunder and also that the Company has proper Board process and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

1. We have examined the books, papers, minute books, forms and returns filed and other records maintained by M/s. Ravileela Granites Limited ("The Company") for the financial year ended on 31st March, 2020, according to the provisions of:
  - i. The Companies Act, 2013 (the Act) and the rules made there under;
  - ii. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the Rules made there under;
  - iii. The Depositories Act, 1996 and the SEBI (Depositories and Participants) Regulations, 2018, Bye-laws framed there under.
  - iv. Foreign Exchange Management Act, 1999 and the Rules and Regulations made there under to the extent of Foreign Direct Investment (FDI) and Overseas Direct Investment and External Commercial Borrowings;

2. Compliance status in respect of the provisions of the following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 (SEBI Act) is furnished hereunder for the financial year 2019-20.
- i. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011; **Complied with yearly and event based disclosures.**
  - ii. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
  - iii. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018; **Not Applicable**
  - iv. The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014; **Not Applicable**
  - v. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; **Not Applicable.**
  - vi. The Securities and Exchange Board of India (Registrars to an issue and Share Transfer Agents) Regulations, 1993, regarding the Companies Act and dealing with client; Not Applicable
  - vii. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; **Not Applicable**
  - viii. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018; **Not Applicable**
  - ix. The Securities and Exchange Board of India (Depositories and Participants) Regulations, 2018;
  - x. Other applicable laws include the following:
    - The Payment of Gratuity Act, 1972
    - Employees Provident Fund and Miscellaneous Provisions Act, 1952
    - Employees State Insurance Act, 1948
    - Income Tax Act, 1961
    - Indian Stamp Act, 1899
    - Minimum Wages Act, 1948
-

- Payment of Bonus Act, 1965
  - Payment of Wages Act, 1936
  - Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013
- xi. The compliance by the Company of applicable financial laws like Direct and Indirect tax laws has not been reviewed thoroughly in this audit since the same have been subject to review by statutory financial audit and other designated professionals.

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

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India.
- (ii) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 were complied with to the extent applicable.

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

- a) During the year the Company has conducted 4 meetings of the Board of Directors, 4 meetings of the Audit committee, 5 Meetings of Stakeholder Relationship Committee, 1 meeting of Nomination and Remuneration committee and 1 meeting of Independent Directors.
- b) As per the information and explanations provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we report that
  - (i) the provisions of the Foreign Exchange Management Act, 1999 and the Rules and Regulations made there under to the extent of:
    - External Commercial Borrowings were not attracted to the Company under the financial year under report;
    - Foreign Direct Investment (FDI) was not attracted to the company under the financial year under report;
    - Overseas Direct Investment by Residents in Joint Venture/Wholly Owned Subsidiary abroad was not attracted to the company under the financial year under report.
  - (ii) As per the information and explanations provided by the company, its officers, agents and authorized representatives during the conduct of Secretarial Audit, we report that

the Company has not made any GDRs/ADRs or any Commercial Instrument under the financial year under report.

**We further report that:**

- i. The Company has a CFO namely Mrs. P. Samantha Reddy.
- ii. The Company has internal auditors namely M/s. Suresh Babu & Co., Chartered Accountants, Hyderabad.
- iii. The website of the company contains several policies as specified by SEBI (Listing Obligation and Disclosure Requirement) Regulations, 2015 and the provisions of Companies Act, 2013.
- iv. The Company had also disclosed to the exchanges following amendments and circulars issued by the SEBI during the financial year 2019-20:
  - SEBI Circular SEBI/HO/DDHS/CIR/P/2018/144 – Fund raising by issuance of Debt Securities by Large Entities.
  - SEBI circular — CIR/CFD/CMD1/27/2019 – Annual Secretarial Compliance report.
- v. The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the board of Directors took place during the period under review were carried out in compliance with the provisions of the Act.
- vi. Adequate notice of board meeting is given to all the directors along with agenda and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and meaningful participation at the meeting.
- vii. Minutes of the meeting duly recorded and signed by the Chairman.
- viii. 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.
- ix. The compliance by the Company of applicable financial laws like Direct and Indirect tax laws has not been reviewed thoroughly in this audit since the same have been subject to review by statutory financial audit and other designated professionals.

**We further report the following observations during the period under review:**

- i. Pursuant to the provisions of the Section 203(1) (ii) of the Companies Act, 2013 read with regulation 6 of SEBI (LODR) Requirements, 2015, the Company shall appoint company secretary as compliance officer. It was observed that Company Secretary was not appointed after resignation of Mrs. Aashita Jain as Company Secretary on 30.05.2019. BSE has levied a penalty of Rs. 37,760 as on 31.12.2020.
- ii. Pursuant to SEBI Circulars SEBI/HO/CFD/CMD1/CIR/P/2020/38 and SEBI/HO/CFD/CMD1/CIR/P/2020/106 the due date for submission of financial results for quarter and year ended 31.03.2020 and Audit report for financial year 2019-20 was 31.07.2020. However, the company has approved the same on 07.08.2020 (i.e delay in submission of financial results)
- iii. Pursuant to Schedule V, Clause E of SEBI (LODR) Regulations, 2015 the compliance certificate on corporate governance was not annexed to the directors' report pertaining to financial year 2018-19.

**For S.S. Reddy & Associates**

**Sd/-**

**S. Sarveswar Reddy  
Practicing Company Secretary  
C.P. No: 7478  
UDIN: A012611B000666781**

**Place: Hyderabad  
Date: 05.09.2020**

**Annexure A**

To  
The Members of  
M/s. Ravileela Granites Limited

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

1. Maintenance of secretarial record 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 processes as were appropriate to obtain reasonable assurance about the correctness 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 processes and practices, we followed provide a reasonable basis for our opinion.
3. We have relied on the reports given by the concerned professionals in verifying the correctness and appropriateness of financial records and books of accounts of the company.
4. Where ever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
6. The secretarial Audit report is neither an assurance as to future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

**For S.S. Reddy & Associates**

**Sd/-**

**S. Sarveswar Reddy  
Practicing Company Secretary  
C.P. No: 7478  
UDIN: A012611B000666781**

**Place: Hyderabad  
Date: 05.09.2020**



**MGT 9**  
**Extract of Annual Return**  
**As on the Financial Year 31.03.2020**  
**[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the**  
**Companies (Management and Administration) Rules, 2014]**

**I. REGISTRATION AND OTHER DETAILS:**

i.	CIN	L14102AP1990PLC011909
ii.	Registration Date	29/10/1990
iii.	Name of the Company	RAVILEELA GRANITES LIMITED
iv.	Category / Sub-Category of the Company	Company limited by shares/ Non-Government Company
v.	Address of the Registered office and contact details	Survey No. 203, Sampannabolu(V), ShameerpetMandal Andhra Pradesh -500082
vi.	Whether listed company Yes / No	Yes
vii.	Name, Address and Contact details of Registrar and Transfer Agent, if any	Aarthy Consultants Private Limited, 1-2-285, Domalguda, Hyderabad-500029 Ph.Nos.040-27638111/27634445 Email : info@aarthyconsultants.com

**II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY:**

All the business activities contributing 10 % or more of the total turnover of the company shall be stated:-

Sl. No.	Name and Description of main products /services	NIC Code of the Product / service	% to total turnover of the company
1.	Granites	NA	100%

**III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES:-**

Sl. No.	Name and Address of the Company	CIN/GLN	Holding/Subsidiary /Associate	% of shares held	Applicable Section
1.	Not Applicable	Not Applicable	Not Applicable	N.A	N.A

**IV. SHAREHOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)**

**i) Category - wise Shareholding**

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
Individual/HUF	7927365	--	7927365	74.89	7927365	--	7927365	74.89	--
Central Govt. or State Govt.	--	--	--	--	--	--	--	--	--
State Govt (s)	--	--	--	--	--	--	--	--	--
Bodies Corporates	--	--	--	--	--	--	--	--	--
Bank/FI	--	--	--	--	--	--	--	--	--
Any other	--	--	--	--	--	--	--	--	--
<b>SUB TOTAL: (A) (1)</b>	<b>7927365</b>	<b>--</b>	<b>7927365</b>	<b>74.89</b>	<b>7927365</b>	<b>--</b>	<b>7927365</b>	<b>74.89</b>	
(2) Foreign									
NRI- Individuals	--	--	--	--	--	--	--	--	--
Other Individuals	--	--	--	--	--	--	--	--	--
Bodies Corp.	--	--	--	--	--	--	--	--	--
Banks/FI	--	--	--	--	--	--	--	--	--
Any other...	--	--	--	--	--	--	--	--	--
<b>SUB TOTAL (A) (2)</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	
Total Shareholding of Promoter (A) = (A)(1) + (A)(2)	<b>7927365</b>	<b>--</b>	<b>7927365</b>	<b>74.89</b>	<b>7927365</b>	<b>--</b>	<b>7927365</b>	<b>74.89</b>	<b>--</b>
B. PUBLIC SHAREHOLDING									
(1) Institutions	--	--	--	--	--	--	--	--	--
a) Mutual Funds	--	--	--	--	--	--	--	--	--
b) Banks/FI	--	--	--	--	--	--	--	--	--
c) Central govt	--	--	--	--	--	--	--	--	--
d) State Govt.	--	--	--	--	--	--	--	--	--
e) Venture Capital Fund	--	--	--	--	--	--	--	--	--
f) Insurance Companies	--	--	--	--	--	--	--	--	--
g) FII/S	--	--	--	--	--	--	--	--	--
h) Foreign Venture Capital Funds	--	--	--	--	--	--	--	--	--
i) Others (specify)	--	--	--	--	--	--	--	--	--
<b>SUB TOTAL (B)(1):</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>
(2) Non Institutions									
a) Bodies corporates									
i) Indian	1023965	13840	1037805	9.80	1009649	13840	1023489	9.67	(0.13)
ii) Overseas	--	--	--	--	--	--	--	--	--
b) Individuals									
i) Individual shareholders holding nominal share capital upto Rs.1 lakhs	243906	1074720	1318626	12.46	260294	1072840	1333134	12.59	0.13
ii) Individuals shareholders holding nominal share capital in excess of Rs. 1 lakhs	258564	--	258564	2.44	258264	--	258264	2.44	--
c) Others (specify) 1. NRI	41140	2488	43628	0.41	41260	2488	43748	0.41	--
2. Clearing Member	312	--	312	0	--	--	--	--	--
Trust									
<b>SUB TOTAL (B)(2):</b>	<b>1567587</b>	<b>1091048</b>	<b>2658635</b>	<b>25.11</b>	<b>1569467</b>	<b>1089168</b>	<b>2658635</b>	<b>25.11</b>	<b>--</b>
Total Public Shareholding (B) = (B)(1) + (B)(2)									
C. Shares held by Custodian for GDRs & ADRs	--	--	--	--	--	--	--	--	--
<b>Grand Total (A+B+C)</b>	<b>9409352</b>	<b>1176648</b>	<b>10586000</b>	<b>100</b>	<b>9409352</b>	<b>1176648</b>	<b>10586000</b>	<b>100</b>	<b>--</b>

## (ii) Shareholding of Promoters

Sl. No	Shareholder's Name	No. of Shares held at the beginning of the year			No. of Shares held at the end of the year			%Change during the year
		Demat	Total	% of Total Shares	Demat	Total	% of Total Shares	
1.	P Srinivas Reddy	75,80,948	75,80,948	71.61	75,80,948	75,80,948	71.61	--
2.	P Samantha Reddy	2,75,000	2,75,000	2.60	2,75,000	2,75,000	2.60	--
3.	P Leelavathi	66,577	66,577	0.63	66,577	66,577	0.63	--
4.	Harshini Reddy	4,840	4,840	0.05	4,840	4,840	0.05	--

(iii) Change in Promoters' Shareholding (please specify, if there is no change). There no Change in Promoter shareholding during the financial year 2018-19. NIL

Sl. No.	Shareholder's Name	Shareholding at the beginning of the year		Share holding at the end of the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	--	--	--	--
	Date wise Increase /Decrease in Promoters Share holding during the year specifying the reasons for increase/ decrease (e.g.allotment / transfer /bonus/sweat equity etc)				
	At the End of the year	--	--	--	--

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

Sl. No.	Shareholder Name	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	Janna Vasanta Reddy				
	At the beginning of the year	132464	1.25	132464	1.25
	Date wise Increase /Decrease in Shareholding during the year specifying the reasons for increase/ decrease (e.g.allotment / transfer /bonus/sweat equity etc): Nil				
	At the End of the year	132464	1.25	132464	1.25

Sl. No.	Shareholder Name	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
2	Dipak Gopal Cholera				
	At the beginning of the year	99120	0.94	99120	0.94
Date wise Increase /Decrease in Shareholding during the year specifying the reasons for increase/ decrease (e.g.allotment / transfer /bonus/sweat equity etc): Nil					
	At the End of the year	99120	0.94	99120	0.94

Sl. No.	Shareholder Name	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
3	Pragya Commodity brokers pvt ltd				
	At the beginning of the year	56880	0.54	56880	0.54
Date wise Increase /Decrease in Shareholding during the year specifying the reasons for increase/ decrease (e.g.allotment / transfer /bonus/sweat equity etc): Nil					
	At the End of the year	56880	0.54	56880	0.54

Sl. No.	Shareholder Name	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
4	Lavanya Reddy neelam				
	At the beginning of the year	38020	0.36	38020	0.36
Date wise Increase /Decrease in Shareholding during the year specifying the reasons for increase/ decrease (e.g.allotment / transfer /bonus/sweat equity etc): Nil					
	At the End of the year	38020	0.36	38020	0.36

Sl. No.	Shareholder Name	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
5	P. Sahithya reddy				
	At the beginning of the year	15480	0.14	15480	0.14
Date wise Increase /Decrease in Shareholding during the year specifying the reasons for increase/ decrease (e.g.allotment / transfer /bonus/sweat equity etc): Nil					
	At the End of the year	15480	0.14	15480	0.14

Sl. No.	Shareholder Name	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
6	Sasidhar Posim Reddy				
	At the beginning of the year	11200	0.10	11200	0.10
Date wise Increase /Decrease in Shareholding during the year specifying the reasons for increase/ decrease (e.g.allotment / transfer /bonus/sweat equity etc): Nil					
	At the End of the year	11200	0.10	11200	0.10

Sl. No.	Shareholder Name	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
7	Brij Gopal Jaju				
	At the beginning of the year	9720	0.09	9720	0.09
Date wise Increase /Decrease in Shareholding during the year specifying the reasons for increase/ decrease (e.g.allotment / transfer /bonus/sweat equity etc): Nil					
	At the End of the year	9720	0.09	9720	0.09

Sl. No.	Shareholder Name	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
8	Janardhan Madan Mohan Reddy				
	At the beginning of the year	8400	0.07	8400	0.07
Date wise Increase /Decrease in Shareholding during the year specifying the reasons for increase/ decrease (e.g.allotment / transfer /bonus/sweat equity etc): Nil					
	At the End of the year	8400	0.07	8400	0.07

Sl. No.	Shareholder Name	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
8	Suresh SanwarmalTodi				
	At the beginning of the year	6320	0.05	6320	0.05
Date wise Increase /Decrease in Shareholding during the year specifying the reasons for increase/ decrease (e.g.allotment / transfer /bonus/sweat equity etc): Nil					
	At the End of the year	6320	0.05	6320	0.05

Sl. No.	Shareholder Name	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
10	Shyamalata S Poddar				
	At the beginning of the year	6080	0.05	6080	0.05
Date wise Increase /Decrease in Shareholding during the year specifying the reasons for increase/ decrease (e.g.allotment / transfer /bonus/sweat equity etc): Nil					
	At the End of the year	6080	0.05	6080	0.05

**(v) Shareholding of Directors and Key Managerial Personnel:**

Sl. No.	For Each of the Directors and KMP	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	P Srinivas Reddy				
	At the beginning of the year	75,80,948	71.61	75,80,948	71.61
Date wise Increase /Decrease in directors and key managerial personnel Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/sweat equity etc):					
	At the End of the year	75,80,948	71.61	75,80,948	71.61

Sl. No.	For Each of the Directors and KMP	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
2	P Samantha Reddy				
	At the beginning of the year	2,75,000	2.60	2,75,000	2.60
Date wise Increase /Decrease in directors and key managerial personnel Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/sweat equity etc):					
	At the End of the year	2,75,000	2.60	2,75,000	2.60

**V. INDEBTEDNESS****Indebtedness of the Company including interest outstanding/accrued but not due for payment**

Indebtedness at the beginning of the financial year	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Principal Amount ii) Interest due but not paid iii) Interest accrued but not due	15,03,73,954	13,74,63,978	--	28,78,37,932
<b>Total (i+ii+iii)</b>	<b>15,03,73,954</b>	<b>13,74,63,978</b>	--	<b>28,78,37,932</b>
Change in Indebtedness during the financial year Addition / Reduction • Addition • Reduction	14,45,60,574	94,19,345	--	15,39,79,919
Net Change	14,45,60,574	94,19,345	--	15,39,79,919
Indebtedness at the end of the financial year i) Principal Amount ii) Interest due but not paid iii) Interest accrued but not due	29,49,34,528	14,68,83,324	--	44,18,17,852
<b>Total (i+ii+iii)</b>	<b>29,49,34,528</b>	<b>14,68,83,324</b>	--	<b>44,18,17,852</b>

**VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL****A. Remuneration to Managing Director, Whole-time Directors and/or Manager:**

Sl. No.	Particulars of Remuneration	Name of MD/WTD/ Manager:		Total Amount
1.	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 (c) Profits in lieu of salary under section 17(3) Income tax Act, 1961	--	Remuneration to Whole time Director cum CFO Rs. 7,00,000/- per Month (7,00,000*12) =.84,00,000/-	Rs. 84,00,000
2.	Stock Option	--	--	--
3.	Sweat Equity	--	--	--
4.	Commission - as % of profit - Others, specify...	--	--	--
5.	Others, please specify	--	--	--
6.	Total (A)	--	--	--
7.	Ceiling as per the Act	--	--	--

**B. Remuneration to other directors:**

Sl. No.	Particulars of Remuneration	Name of Director			Total Amount
		K. Nanda Kumar	M. Mohan Reddy	Sreeramakrishna Grandhi	
	3 Independent Directors • Fee for attending board / committee meetings • Commission • Others, please specify	10000	40000	30000	80000
	Total (1)	10000	40000	30000	80000
	Other Non-Executive Directors • Fee for attending board / committee meetings • commission • Others, please specify	--	--	--	--
	Total (2)	--	--	--	--
	Total (B) = (1 + 2)	10000	40000	30000	80000
	Total Managerial Remuneration	--	--	--	--
	Overall Ceiling as per the Act	--	--	--	--

**C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD**

Sl. No.	Particulars of Remuneration	Key Managerial Personnel			Total
		CEO	Company Secretary (Madhuri Arora)	CFO	
1.	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 (c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	7,50,000*12 months = 90,00,000	10,000*4 months = 40,000	--	90,40,000/-
2.	Stock Option	--	--	--	--
3.	Sweat Equity	--	--	--	--
4.	Commission - as % of profit - others, specify...	--	--	--	--
5.	Others, please specify	--	--	--	--
6.	Total	90,00,000	40,000	--	90,40,000/-



## VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD / NCLT / COURT	Appeal made, if any (give Details
<b>A. COMPANY</b>	--	--	--	--	--
Penalty	--	--	--	--	--
Punishment	--	--	--	--	--
Compounding	--	--	--	--	--
<b>B. DIRECTORS</b>					
Penalty	--	--	--	--	--
Punishment	--	--	--	--	--
Compounding	--	--	--	--	--
<b>C. OTHER OFFICERS IN DEFAULT</b>					
Penalty	--	--	--	--	--
Punishment	--	--	--	--	--
Compounding	--	--	--	--	--

**Independent Auditor's Report**

To the Members of

**RAVILEELA GRANITES LIMITED****Report on the Audit of the Ind AS Financial Statements****Opinion**

We have audited the accompanying Ind AS Financial Statements of **RAVILEELA GRANITES LIMITED ("the Company")** which comprises the Balance Sheet as at March 31, 2020, statement of Profit and Loss (including other comprehensive income), statement of changes in equity, and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information .

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS financial statements give the information required by the Companies Act 2013 (the Act) in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2020, and total comprehensive income (comprising Profit and other comprehensive income), changes in equity and its cash flows for the year ended on that date.

**Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Key Audit Matters**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Ind AS financial statements of the current period. These matters were addressed in the context of our audit of the Ind AS financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on

these matters. We have determined the matters described below to be the key audit matters to be communicated in our report.

Key Audit Matter	How our audit addressed the key audit matter
<p><b>Property, Plant and Equipment additions during the year :</b></p> <p>The Ind AS financial statements reflect Property, plant and equipment aggregating Rs.26.14 crores mainly on account of additions for its new unit established during the year.</p> <p>The additions were primarily made to Buildings for Rs.6.50 crores, Plant and Equipment for Rs.19.46 crores and Vehicles Rs.0.18 crores.</p> <p>We considered this as key audit matter due to the significant increase in the value of Property , Plant and equipment.</p> <p>Refer Note 4 of the financial statements.</p>	<p><b>Principal audit procedures performed:</b></p> <ul style="list-style-type: none"> <li>• Evaluated the design and operating effectiveness of internal controls relating to procurement of Fixed Assets and impairment testing performed by the Management for the existing assets as at the beginning of the year;</li> <li>• Obtained supporting documents for the Plant and Equipment procured during the year along with the installation reports furnished by the technical agencies both in house and external to establish the date put to use.</li> <li>• Obtained supporting documents related to additions to buildings made during the year including bills submitted by the contractors.</li> <li>• Checked appropriate approvals for the advance payments and final payments made to the Vendors / Contractors and adherence to the approval policy;</li> <li>• Ensured that the Borrowing cost and relevant pre-operative expenses have been appropriately allocated to the respective assets.</li> <li>• Ensured that Depreciation has been appropriately provided on the basis of the commencement of operations at the new unit.</li> </ul>

<p><b>Allowance for credit losses :</b></p> <p>The Company determines the allowance for credit losses based on historical loss experience adjusted to reflect the Lifetime expected credit losses that result from all possible default events relating to Trade receivables as the Company's exports involves various parties located in different countries.</p> <p>In calculating expected credit loss, the Company has also considered credit reports and other related credit information for its customers to estimate the probability of default in future and has taken into account estimates of possible effect from the pandemic relating to COVID-19.</p> <p>We identified allowance for credit losses as a key audit matter because the Company exercises significant judgment in calculating the expected credit losses.</p>	<p><b>Principal Audit Procedures:</b></p> <p>Our audit procedures related to the allowance for credit losses for trade receivables included the following, among others:</p> <p>We tested the effectiveness of controls over the</p> <ul style="list-style-type: none"> <li>• development of the methodology for the allowance for credit losses, including consideration of the current and estimated future economic conditions</li> <li>• completeness and accuracy of information used in the estimation of probability of default and</li> <li>• Computation of the allowance for credit losses.</li> </ul> <p>For a sample of customers: We tested the input data such as credit reports and other credit related information used in estimating the probability of default by comparing them to external and internal sources of information. We tested the mathematical accuracy and computation of the allowances by using the same input data used by the Company</p>
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### Information other than the financial statements and auditors' report thereon

The Company's board of directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report, Business Responsibility Report but does not include the Ind AS financial statements and our auditor's report thereon. Our opinion on the Ind AS 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 Ind AS Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Ind AS 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.

### **Responsibility of Management for the Ind AS Financial Statements**

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Ind AS financial statements that give a true and fair view of the financial position, financial performance, (changes in equity) and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate implementation and maintenance of 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 Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Ind AS 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 are also responsible for overseeing the company's financial reporting process

### **Auditor's Responsibility for the Audit of the Ind AS Financial Statements**

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Ind AS financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any

significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the 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, 2016. ("the Order"), issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, we give in the Annexure A a statement on the matters specified in paragraph 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:
  - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - c. The Balance Sheet, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
  - d. In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - e. On the basis of the written representations received from the directors as on 31st March, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2020 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 opinion on the adequacy and operating effectiveness of such controls, refer to our separate Report in Annexure B

3. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
  - i. The Company does not have any pending litigations which would impact its financial position.
  - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
4. With respect to the matter to be included in the Auditor's Report under Section 197(16) of the Act:

In our opinion and according to the information and explanations given to us, the remuneration paid by the company to its directors during the current year is in accordance with the provisions of Section 197 of the Act. The remuneration paid to any director is not in excess of the limit laid down under Section 197 of the Act. The Ministry of Corporate Affairs has not prescribed other details under Section 197(16) which are required to be commented upon by us.

**For MAHADEVAN & CO  
Chartered Accountants  
FRN 001925S**

**Sd/-  
P Ravindranadh Reddy  
Partner**

**Mem No.021149  
UDIN: 20021149AAAABS3609**

**Date: 07.08.2020  
Place: Hyderabad**



**Annexure to the Auditors' Report in terms of sub-section (11) of section 143 of the Companies Act, 2013,**

The Annexure referred to in our report to the members of **RAVILEELA GRANITES LIMITED** for the year Ended on 31st March, 2020.

We report that:

- i. (a) The Company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets;
- (b) The Company has a regular programme of physical verification of its fixed assets by which fixed assets are verified in a phased manner. In accordance with this programme, certain fixed assets were verified during the year and no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets.
- (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company.
- ii. (a) The Company has a regular programme of physical verification of its inventory. In our opinion the procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business. Material discrepancies noticed on physical verification have been properly dealt with in the books of account;
- iii. The Company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act. Accordingly, paragraph 3(iii)(a) and (b) of the Order are not applicable to the Company.
- iv. In our opinion and according to the information and explanations given to us, the Company has not given any loans or provided guarantees or made any investments under the provisions of section 185 and 186 of the Act, during the year. Accordingly, paragraph 3(iv) of the Order are not applicable to the Company.
- v. The Company has not accepted any deposits from the public.
- vi. Pursuant to the rules made by the Central Government of India, the Company is required to maintain cost records as specified under Section 148(1) of the Act in respect of its product. We have broadly reviewed the same, and are of the opinion that prima facie, the prescribed accounts and records have been made and maintained.

We have not, however made a detailed examination of the records with a view to determine whether they are accurate or complete.

- vii. (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including provident fund, ESI, income tax, sales tax, wealth tax, service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues have been deposited with during the year by the Company with the appropriate authorities even though there is some delay on certain occasions. We further state that there are no dues outstanding for more than six months as on 31st March 2020, except an amount of Rs.5,91,319/- on account of non remittance of Tax deducted at Source.
- (b) According to the information and explanations given to us, there are no material dues of Income Tax or Wealth Tax or Service Tax or Goods and Services Tax or duty of customs or duty of excise or value added tax or cess which have not been deposited with the appropriate authorities on account of any dispute.
- viii. The company has not defaulted in repayment of dues to its banks and financial institutions. The Company did not have any borrowings from Government or the company has not issued any debentures.
- ix. In our opinion and according to the information and explanations given to us, the Company did not raise any money by way of initial public offer or further public offer (including debt instruments). The monies raised by way of term loans have been applied for the purpose for which they have been obtained.
- x. According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- xi. According to the information and explanations give to us and based on our examination of the records of the Company, the Company has paid/provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.
- xii. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- xiii. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such

transactions have been disclosed in the financial statements as required by the applicable Indian Accounting Standards.

- xiv. According to the information and explanations give to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- xv. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with them. Accordingly, paragraph 3(xv) of the Order is not applicable.
- xvi. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

**For MAHADEVAN & CO  
Chartered Accountants  
FRN 001925S**

**Sd/-  
P Ravindranadh Reddy  
Partner**

**Mem No.021149  
UDIN: 20021149AAAABS3609**

**Date: 07.08.2020  
Place: Hyderabad**

**Annexure - B to the Auditors' Report**

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls with reference to Ind AS Financial Statements of RAVILEELA GRANITES LIMITED ("the Company") as of 31 March, 2020 in conjunction with our audit of the Ind AS 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 ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

**Auditors' Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to financial statements was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system with reference to financial statements and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls with reference to financial statements, assessing the risk that a material weakness exists, and testing and

evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's 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 with reference to financial statements.

### **Meaning of Internal Financial Controls over Financial Reporting**

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

### **Inherent Limitations of Internal Financial Controls Over Financial Reporting**

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

### **Qualified Opinion**

According to the information and explanations given to us and based on our audit, the following weaknesses have been identified as at 31st March, 2020.

**a. Confirmation of balances of loans borrowed from Certain Banks/Financial Institutions**

In our opinion, except for the possible effects of the material weakness described above, the Company has, in all material respects, an adequate internal financial controls system with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at 31 March 2018, 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 MAHADEVAN & CO  
Chartered Accountants  
FRN 001925S**

**Sd/-  
P Ravindranadh Reddy  
Partner**

**Mem No.021149  
UDIN: 20021149AAAABS3609**

**Date: 07.08.2020**

**Place: Hyderabad**

## Balance Sheet

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

Particulars	Note	As at	As at
		31 March 2020	31 March 2019
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	4	32,21,27,294	7,05,81,190
Intangible assets	5	270	270
Capital work in progress		75,31,641	82,24,348
<b>Financial assets</b>			
Investments	6	1,42,78,950	1,39,16,310
Loans	7	46,78,041	36,72,041
Deferred tax assets, net	8	84,07,696	1,03,88,040
Other non current assets	9	13,46,034	3,86,78,289
		<b>35,83,69,926</b>	<b>14,54,60,488</b>
<b>Current assets</b>			
Inventories	10	16,01,28,130	9,24,53,246
<b>Financial assets</b>			
Trade receivables	11	11,62,92,636	10,90,73,954
Cash and cash equivalents	12	12,55,576	3,51,88,004
Other bank balances	13	2,04,26,573	2,01,25,000
Loans	7	1,11,700	1,11,700
Other Current Assets	9	6,55,20,573	11,20,21,471
		<b>36,37,35,188</b>	<b>36,89,73,375</b>
		<b>72,21,05,114</b>	<b>51,44,33,863</b>
<b>Total assets</b>			
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Equity share capital	14	10,58,60,000	10,58,60,000
Other equity	15	4,89,69,943	4,40,68,003
<b>Total equity</b>		<b>15,48,29,943</b>	<b>14,99,28,003</b>
<b>Non-current liabilities</b>			
<b>Financial Liabilities</b>			
Borrowings	16	21,21,52,308	10,68,30,718
Provisions	17	10,61,868	86,01,254
		<b>21,32,14,176</b>	<b>11,54,31,972</b>
<b>Current liabilities</b>			
<b>Financial Liabilities</b>			
Borrowings	16	22,96,65,544	18,10,07,214
Trade payables			
a) total outstanding dues of micro and small enterprises			
b) total outstanding dues to others	18	2,59,30,598	1,29,28,804
Other financial liabilities	19	5,06,32,160	2,29,84,173
Provisions	20	3,65,97,480	2,29,32,234
Other current liabilities	17	6,32,660	21,49,674
Current tax liabilities	21	1,06,02,553	70,71,789
		<b>35,40,60,995</b>	<b>24,90,73,888</b>
		<b>56,72,75,171</b>	<b>36,45,05,860</b>
<b>Total liabilities</b>		<b>72,21,05,114</b>	<b>51,44,33,863</b>
<b>Total equity and liabilities</b>		<b>72,21,05,114</b>	<b>51,44,33,863</b>
Summary of significant accounting policies	3		

The accompanying notes are an integral part of the financial statements.

As per our report of even date  
for Mahadevan & Co.  
Chartered Accountants  
ICAI Firm Registration Number: 001925S

Sd/-  
P Ravindrath Reddy  
Partner  
Membership No.: 021149

Place: Hyderabad  
Date: 07 Aug 2020

for and on behalf of the Board of Directors of  
RAVILEELA GRANITES LIMITED  
CIN: L14102AP1990PLC011909

Sd/-  
P. Srinivas Reddy  
Managing Director  
DIN: 003059139

Sd/-  
P Samantha Reddy  
Whole time Director cum CFO  
DIN: 00141961

## Statement of Profit and Loss

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

Particulars	Note	For the year ended	For the year ended
		31 March 2020	31 March 2019
Revenue from operations	22	31,68,18,912	41,84,55,364
Other income	23	1,53,94,133	3,29,05,042
<b>Total income</b>		<b>33,22,13,045</b>	<b>45,13,60,406</b>
<b>Expenses</b>			
Cost of materials consumed	24	20,39,44,779	23,64,15,935
Changes in inventories of Finished goods and Work-in-progress	25	(1,64,81,831)	3,98,97,437
Employee benefit expenses	26	4,22,67,668	5,61,74,282
Depreciation and amortisation expense	27	98,94,071	46,27,361
Finance costs	28	2,87,61,910	1,89,12,508
Administrative & Other expenses	29	5,10,23,292	7,85,41,655
<b>Total expense</b>		<b>31,94,09,890</b>	<b>43,45,69,178</b>
<b>Profit before tax</b>		<b>1,28,03,155</b>	<b>1,67,91,228</b>
<b>Tax expenses</b>			
Current tax		68,22,036	28,16,534
Deferred tax		18,06,960	(40,95,727)
<b>Total tax expense</b>	30	<b>86,28,996</b>	<b>(12,79,193)</b>
<b>Profit for the year</b>		<b>41,74,159</b>	<b>1,80,70,421</b>
<b>Other comprehensive income</b>			
<b>Items that will not be reclassified to profit or loss:</b>			
Re-measurement gains/ (losses) on defined benefit plan		9,01,165	(41,93,829)
Income-tax effect		(1,73,384)	(11,66,723)
<b>Other comprehensive income for the year, net of tax</b>		<b>7,27,781</b>	<b>(53,60,552)</b>
<b>Total comprehensive income for the year</b>		<b>49,01,940</b>	<b>1,27,09,869</b>
<b>Earnings per equity share (nominal value of INR 10) in INR</b>	37		
Basic		0.39	1.71
Diluted		0.39	1.71
Summary of significant accounting policies	3		

The accompanying notes are an integral part of the financial statements.

As per our report of even date  
for Mahadevan & Co.  
Chartered Accountants  
ICAI Firm Registration Number: 001925S

Sd/-  
P Ravindranath Reddy  
Partner  
Membership No.: 021149

Place: Hyderabad  
Date: 07 Aug 2020

for and on behalf of the Board of Directors of  
RAVILEELA GRANITES LIMITED  
CIN: L14102AP1990PLC011909

Sd/-  
P. Srinivas Reddy  
Managing Director  
DIN: 00359139

Sd/-  
P Samantha Reddy  
Whole time Director cum CFO  
DIN: 00141961



## Statement of Cash Flows

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

Particulars	For the year ended 31 March 2020	For the year ended 31 March 2019
<b>I. Cash flows from operating activities</b>		
<b>Profit before tax</b>	1,28,03,155	1,67,91,228
<i>Adjustments to reconcile profit before tax to net cash flows:</i>		
Depreciation of tangible and intangible assets	98,94,071	46,27,361
Finance Income ( including fair value change in financial investments)		
Finance costs (including fair value change in financial instruments)	2,83,99,270	2,69,05,698
Dividend Income on mutual funds		
Re-measurement gains/ (losses) on defined benefit plan	9,01,165	(41,93,829)
<b>Operating profit before working capital changes</b>	<b>5,19,97,661</b>	<b>4,41,30,458</b>
<i>Changes in working capital:</i>		
Adjustment for (increase)/decrease in operating assets		
Trade receivables	(72,18,682)	(1,06,31,012)
Inventories	(6,76,74,884)	5,33,25,963
Loans	(10,06,000)	(9,25,000)
Other assets	8,38,33,153	(7,48,51,451)
Adjustment for (increase)/decrease in operating liabilities		
Trade payables	1,30,01,794	(83,45,257)
Other financial liabilities	2,76,47,987	19,24,883
Provisions	(90,56,400)	48,31,562
Other current liabilities	1,36,65,246	(1,25,02,076)
<b>Cash generated from operations</b>	<b>10,51,89,876</b>	<b>(30,41,930)</b>
Income taxes paid/ (refund) received	(32,91,272)	(24,29,272)
<b>Net cash generated from/(used in) operating activities</b>	<b>10,18,98,604</b>	<b>(54,71,202)</b>
<b>II. Cash flows from investing activities</b>		
Purchase of property, plant and equipment and intangibles (including capital work in progress)	(26,07,47,469)	(3,38,29,637)
Redemption of Mutual Funds		2,35,397
Redemption of bank deposit having original maturity of more than three months		
Dividend received		
Interest received ( finance income)		
Investment in term deposits	(3,01,573)	(2,00,00,000)
<b>Net cash used in investing activities</b>	<b>(26,10,49,042)</b>	<b>(5,35,94,240)</b>
<b>III. Cash flows from financing activities</b>		
Proceeds from/(repayment of) borrowings, net	15,39,79,920	11,30,81,878
Interest paid	(2,87,61,910)	(1,89,12,508)
<b>Net cash provided by financing activities</b>	<b>12,52,18,010</b>	<b>9,41,69,370</b>
<b>Net increase in cash and cash equivalents (I+II+III)</b>	<b>(3,39,32,428)</b>	<b>3,51,03,928</b>
Cash and cash equivalents at the beginning of the year	3,51,88,004	84,076
<b>Cash and cash equivalents at the end of the year (refer note below)</b>	<b>12,55,577</b>	<b>3,51,88,004</b>
<b>Note:</b>		
<b>Cash and cash equivalents comprise:</b>		
Cash on hand	10,97,356	14,93,744
Balances with banks:		
- in current accounts	1,58,221	3,36,94,260
	<b>12,55,577</b>	<b>3,51,88,004</b>
Summary of significant accounting policies		

As per our report of even date for Mahadevan & Co.  
Chartered Accountants  
ICAI Firm Registration Number: 001925S

for and on behalf of the Board of Directors of  
RAVILEELA GRANITES LIMITED  
CIN: L14102AP1990PLC011909

Sd/-  
P Ravindranath Reddy  
Partner  
Membership No.: 021149

Sd/-  
P. Srinivas Reddy  
Managing Director  
DIN: 00359139

Sd/-  
P Samantha Reddy  
Whole time Director cum CFO  
DIN: 00141961

Place: Hyderabad  
Date: 07 Aug 2020

**Statement of Changes in Equity for the year ended March 31, 2020**  
(All amounts in Indian Rupees, except share data and where otherwise stated)

<b>PARTICULARS</b>	<b>31 March 2020</b>	<b>31 March 2019</b>
<b>a. Equity Share Capital</b>	<b>No. of shares</b>	<b>Amount</b>
Balance as at April 1, 2018	1,05,86,000	10,58,60,000
Balance as at March 31, 2019	1,05,86,000	10,58,60,000
Balance as at March 31, 2020	1,05,86,000	10,58,60,000

<b>PARTICULARS</b>	<b>Reserves and Surplus</b>	<b>Total</b>
	<b>Retained earnings</b>	
<b>b. Other equity</b>		
<b>At April 1, 2019</b>	<b>3,13,58,134</b>	<b>3,13,58,134</b>
Profit for the year	1,80,70,421	1,80,70,421
Other comprehensive income	(53,60,552)	(53,60,552)
<b>At March 31, 2020</b>	<b>4,40,68,003</b>	<b>4,40,68,003</b>
Profit for the year	41,74,160	41,74,160
Other comprehensive income	7,27,781	7,27,781
<b>Balance as of 31 March 2020</b>	<b>4,89,69,943</b>	<b>4,89,69,943</b>
Summary of significant accounting policies		

The accompanying notes are an integral part of the financial statements.

As per our report of even date  
for Mahadevan & Co.  
Chartered Accountants  
ICAI Firm Registration Number: 001925S

Sd/-  
P Ravindranath Reddy  
Partner  
Membership No.: 021149

Place: Hyderabad  
Date: 07 Aug 2020

for and on behalf of the Board of Directors of  
RAVILEELA GRANITES LIMITED  
CIN: L14102AP1990PLC011909

Sd/-  
P. Srinivas Reddy  
Managing Director  
DIN: 00359139

Sd/-  
P Samantha Reddy  
Whole time Director cum CFO  
DIN: 00141961

**Notes forming part of the financial statements****1 General Information**

**Ravileela Granites Limited ('the Company')** is a Public Limited Company incorporated in India, having its registered office at Hyderabad, India. The Company is primarily engaged in the business of Manufacture and Trading of Granite Slabs and Tiles. The Company is listed in the Bombay Stock Exchange (BSE).

**2 Basis of preparation of financial statements****2.1 Statement of Compliance**

The financial statements have been prepared in accordance of Indian Accounting Standards (Ind AS) as per the Companies (Indian Accounting Standards) Rules 2015 notified under Section 133 of Companies Act 2013 (the 'Act') and other relevant provisions of the Act.

The financial statements were authorised for issue by the Company's Board of Directors on August 7, 2020.

Details of the accounting policies are included in Note 3.

**2.2 Basis of measurement**

These financial statements have been prepared on the historical cost convention and on an accrual basis, except for the following material items in the statement of financial position:

- certain financial assets and liabilities are measured at fair value.
- employee defined benefit assets/(liability) are recognized as the net total of the fair value of plan assets, plus actuarial losses, less actuarial gains and the present value of the defined benefit obligation;
- long term borrowings are measured at amortized cost using the effective interest rate method.

**2.3 Functional currency**

The financial statements are presented in Indian rupees, which is the functional currency of the Company. Functional currency of an entity is the currency of the primary economic environment in which the entity operates.

All amounts are in Indian Rupees except share data, unless otherwise stated.

## **2.4 Operating cycle**

All the assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013.

### **Assets:**

An asset is classified as current when it satisfies any of the following criteria:

- a) it is expected to be realized in, or is intended for sale or consumption in, the Company's normal operating cycle;
- b) it is held primarily for the purpose of being traded;
- c) it is expected to be realized within twelve months after the reporting date; or
- d) it is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting date.

### **Liabilities:**

A liability is classified as current when it satisfies any of the following criteria:

- a) it is expected to be settled in the Company's normal operating cycle;
- b) it is held primarily for the purpose of being traded;
- c) it is due to be settled within twelve months after the reporting date; or
- d) the Company does not have an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Terms of a liability that could, at the option of the counter party, result in its settlement by the issue of equity instruments do not affect its classification.

Current assets/ liabilities include the current portion of non-current assets/ liabilities respectively. All other assets/ liabilities are classified as non-current.

## **2.5 Critical accounting judgements and key sources of estimation uncertainty**

**Operating cycle**

In the application of the Company's accounting policies, which are described in note 3, the management of the Company are required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

The following are the areas of estimation uncertainty and critical judgements that the management has made in the process of applying the Company's accounting policies and that have the most significant effect on the amounts recognised in the financial statements:

### **Provision and contingent liability**

On an ongoing basis, Company reviews pending cases, claims by third parties and other contingencies. For contingent losses that are considered probable, an estimated loss is recorded as an accrual in financial statements. Loss Contingencies that are considered possible are not provided for but disclosed as Contingent liabilities in the financial statements. Contingencies the likelihood of which is remote are not disclosed in the financial statements. Gain contingencies are not recognized until the contingency has been resolved and amounts are received or receivable.

### **Useful lives of depreciable assets**

Management reviews the useful lives of depreciable assets at each reporting. As at March 31, 2020 management assessed that the useful lives represent the expected utility of the assets to the Company. Further, there is no significant change in the useful lives as compared to previous year.

## **2.6 Measurement of fair values**

A number of the Company's accounting policies and disclosures require the measurement of fair values, for both financial and non-financial assets and liabilities.

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

When measuring the fair value of an asset or a liability, the Company uses observable market data as far as possible. If the inputs used to measure the fair value of an asset or a liability fall 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.

### **3 Significant accounting policies**

#### **3.1 Revenue recognition**

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

- Revenue is measured at the fair value of consideration received or receivable taking into account the amount of discounts, volume rebates and VAT/ GST are recognised when all significant risks and rewards of ownership of the goods sold are transferred.
- Revenue from the sale of goods includes excise duty.
- Dividend income is accounted for when the right to receive the income is established.
- Difference between the sale price and carrying value of investment is recognised as profit or loss on sale / redemption on investment on trade date of transaction.
- Interest income is accrued on, time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.

#### **3.2 Leases**

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee. All other leases are classified as operating leases.

Leases under which the Company assumes substantially all the risks and rewards of ownership are classified as finance leases. Such assets are capitalized at fair value of the asset or present value of the minimum lease payments at the inception of the lease, whichever is lower. Assets held under leases that do not transfer substantially all the risks and reward of ownership are not recognized in the balance sheet.

Lease payments under operating lease are generally recognised as an expense in the statement of profit and loss on a straight-line basis over the term of lease unless such payments are structured to increase in line with the expected general inflation to compensate for the lessor's expected inflationary cost increases.

Further, at the inception of above arrangement, the Company determines whether the above arrangement is or contains a lease. At inception or on reassessment of an arrangement that contains a lease, the Company separates a payments and other consideration required by the arrangement into those for the lease and those for other elements on the basis of their relative fair values.

If the Company concludes for a finance lease that it is impracticable to separate the payments reliably, then an asset and a liability are recognised at an amount equal to the fair value of the underlying asset; subsequently, the liability is reduced as payments are made and an imputed finance cost on the liability is recognised using the Company's incremental borrowing rate.

Minimum lease payments made under finance leases are apportioned between the finance charge and the reduction of the outstanding liability. The finance charge is allocated to each period during the lease term so as to produce a constant periodic rate of interest on the remaining balance of the liability.

### **3.3 Foreign currencies**

In preparing the financial statements of the Company, transactions in currencies other than the company's functional currency (foreign currencies) are recognised at the rates of exchange prevailing at the dates of the transactions. At the end of each reporting period, monetary items denominated in foreign currencies are retranslated at the rates prevailing at that date. Non-monetary items that are measured in terms of historical cost in a foreign currency are not retranslated. Exchange differences on monetary items are recognised in profit or loss in the period in which they arise.

### **3.4 Borrowing costs**

Specific borrowing costs that are attributable to the acquisition, construction or production of a qualifying asset are capitalized as part of the cost of such asset till such time the asset is ready for its intended use and borrowing costs are being incurred. A qualifying asset is an asset that necessarily takes a substantial period of time to get ready for its intended use. All other borrowing costs are recognised as an expense in the period in which they are incurred.

Borrowing cost includes interest expense, amortization of discounts, ancillary costs incurred in connection with borrowing of funds and exchange difference arising from foreign currency borrowings to the extent they are regarded as an adjustment to the Interest cost.

### **3.5 Taxation**

Income tax expense consists of current and deferred tax. Income tax expense is recognized in the income statement except to the extent that it relates to items recognized directly in equity, in which case it is recognized in equity.

#### **Current tax**

Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted or substantively enacted at the reporting date, and any adjustment to tax payable in respect of previous years.

**Deferred tax**

Deferred tax is recognized using the balance sheet method, providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Deferred tax is not recognized for the following temporary differences: the initial recognition of assets or liabilities in a transaction that is not a business combination and that affects neither accounting nor taxable profit; differences relating to investments in subsidiaries and jointly controlled entities to the extent that it is probable that they will not reverse in the foreseeable future; and taxable temporary differences arising upon the initial recognition of goodwill. Deferred tax is measured at the tax rates that are expected to be applied to the temporary differences when they reverse, based on the laws that have been enacted or substantively enacted by the reporting date. Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to income taxes levied by the same tax authority on the same taxable entity, or on different tax entities, but they intend to settle current tax liabilities and assets on a net basis or their tax assets and liabilities will be realized simultaneously.

A deferred tax asset is recognized to the extent that it is probable that future taxable profits will be available against which the temporary difference can be utilized. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realized

**3.6 Earnings per share**

The Company presents basic and diluted earnings per share (“EPS”) data for its ordinary shares. The basic earnings per share is computed by dividing the net profit attributable to equity shareholders for the period by the weighted average number of equity shares outstanding during the year.

Diluted earnings per share is computed by dividing the net profit attributable to equity shareholders for the year relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares. Potential equity shares are deemed to be dilutive only if their conversion to equity shares would decrease the net profit per share.

**3.7 Property, plant and equipment**

The initial cost of PPE comprises its purchase price, including import duties and non-refundable purchase taxes, and any directly attributable costs of bringing an asset to working condition and location for its intended use, including relevant borrowing costs and any expected costs of decommissioning, less accumulated depreciation



and accumulated impairment losses, if any. Expenditure incurred after the PPE have been put into operation, such as repairs and maintenance, are charged to the Statement of Profit and Loss in the period in which the costs are incurred.

If significant parts of an item of PPE have different useful lives, then they are accounted for as separate items (major components) of PPE. Material items such as spare parts, stand-by equipment and service equipment are classified as PPE when they meet the definition of PPE as specified in Ind AS 16 – Property, Plant and Equipment."

### **3.8 Expenditure during construction period**

Expenditure during construction period (including financing cost related to borrowed funds for construction or acquisition of qualifying PPE) is included under Capital Work-in-Progress, and the same is allocated to the respective PPE on the completion of their construction. Advances given towards acquisition or construction of PPE outstanding at each reporting date are disclosed as Capital Advances under "Other non-current Assets.

### **3.9 Depreciation**

Depreciation is the systematic allocation of the depreciable amount of PPE over its useful life and is provided on a straight-line basis over the useful lives as prescribed in Schedule II to the Act or as per technical assessment.

Depreciable amount for PPE is the cost of PPE less its estimated residual value. The useful life of PPE is the period over which PPE is expected to be available for use by the Company, or the number of production or similar units expected to be obtained from the asset by the Company.

The Company has componentised its PPE and has separately assessed the life of major components. For all classes of PPE, the Company uses useful lives prescribed in Schedule II to the Act.

The management has estimated, supported by independent assessment by professionals, the useful lives of the following classes of assets:

The useful life of Continuous process plant is estimated as 18 years lives and the same is lower than what is indicated in Schedule II (25 years). Assets values not exceeding Rs. 5,000 are fully depreciated in the year of acquisition.

Depreciation on additions is provided on a pro-rata basis from the month of installation or acquisition and in case of Projects from the date of commencement of commercial production. Depreciation on deductions/disposals is provided on a pro-

rata basis up to the date of deduction/disposal.

### **3.10 Intangible assets and amortisation**

Intangible assets are stated at cost less accumulated amortization and impairment. Intangible assets are amortized over their respective estimated useful lives on a straight-line basis, from the date that they are available for use.

#### **Amortization**

The estimated useful life of an identifiable intangible asset is based on a number of factors including the effects of obsolescence, demand, competition and other economic factors (such as the stability of the industry and known technological advances) and the level of maintenance expenditures required to obtain the expected future cash flows from the asset.

### **3.11 Cash and cash equivalents**

Cash and cash equivalents in the Balance Sheet comprise cash at bank and in hand and short-term deposits with banks that are readily convertible into cash which are subject to insignificant risk of changes in value and are held for the purpose of meeting short-term cash commitments.

### **3.12 Cash flow statement**

Cash flows are reported using the indirect method, whereby net profit before tax is adjusted for the effects of transactions of a non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated. Bank overdrafts are classified as part of cash and cash equivalent, as they form an integral part of an entity's cash management.

### **3.13 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.

Where the Company receives non-monetary grants, the asset and the grant are accounted at fair value and recognised in the statement of profit and loss over the expected useful life of the asset.

### **3.14 Impairment of non financial assets**

The carrying amounts of the Company's non-financial assets, inventories and deferred tax assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the asset's

recoverable amount is estimated.

The recoverable amount of an asset or cash-generating unit (as defined below) is the greater of its value in use and its fair value less costs to sell. In assessing 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 or the cash-generating unit. For the purpose of impairment testing, assets are grouped together into the smallest group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows of other assets or groups of assets (the “cash-generating unit”).

An impairment loss is recognized in the income statement if the estimated recoverable amount of an asset or its cash-generating unit is lower than its carrying amount. Impairment losses recognized in prior periods are assessed at each reporting date for any indications that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the asset’s carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortization, if no impairment loss had been recognized. Goodwill that forms part of the carrying amount of an investment in an associate is not recognized separately, and therefore is not tested for impairment separately. Instead, the entire amount of the investment in an associate is tested for impairment as a single asset when there is objective evidence that the investment in an associate may be impaired.

An impairment loss in respect of equity accounted investee is measured by comparing the recoverable amount of investment with its carrying amount. An impairment loss is recognized in the income statement, and reversed if there has been a favorable change in the estimates used to determine the recoverable amount.

### **3.15 Employee benefits**

#### **Short-term employee benefits**

Short-term employee benefits are expensed as the related service is provided. A liability is recognized for the amount expected to be paid if the Company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

#### **Defined contribution plans**

The Company’s contributions to defined contribution plans are charged to the income statement as and when the services are received from the employees.

**Defined benefit plans**

The liability in respect of defined benefit plans and other post-employment benefits is calculated using the projected unit credit method consistent with the advice of qualified actuaries. The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows using interest rates of high-quality corporate bonds that are denominated in the currency in which the benefits will be paid, and that have terms to maturity approximating to the terms of the related defined benefit obligation. In countries where there is no deep market in such bonds, the market rates on government bonds are used. The current service cost of the defined benefit plan, recognized in the income statement in employee benefit expense, reflects the increase in the defined benefit obligation resulting from employee service in the current year, benefit changes, curtailments and settlements. Past service costs are recognized immediately in income. The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. This cost is included in employee benefit expense in the income statement. Actuarial gains and losses arising from experience adjustments and changes in actuarial assumptions are charged or credited to equity in other comprehensive income in the period in which they arise.

**Termination benefits**

Termination benefits are recognized as an expense when the Company is demonstrably committed, without realistic possibility of withdrawal, to a formal detailed plan to either terminate employment before the normal retirement date, or to provide termination benefits as a result of an offer made to encourage voluntary redundancy. Termination benefits for voluntary redundancies are recognized as an expense if the Company has made an offer encouraging voluntary redundancy, it is probable that the offer will be accepted, and the number of acceptances can be estimated reliably.

**Other long-term employee benefits**

The Company's net obligation in respect of other long term employee benefits is the amount of future benefit that employees have earned in return for their service in the current and previous periods. That benefit is discounted to determine its present value. Re-measurements are recognized in the statement of profit and loss in the period in which they arise.

**3.16 Provisions**

A provision is recognized 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. If the effect of the time value of money is material, 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. Where discounting is used, the increase in the provision due to the passage of time is recognized as a finance cost.

### **3.17 Contingent liabilities & contingent assets**

A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

Contingent assets are not recognised in the financial statements. However, contingent assets are assessed continually and if it is virtually certain that an inflow of economic benefits will arise, the asset and related income are recognised in the period in which the change occurs.

### **3.18 Financial instruments**

#### **a. Recognition and Initial recognition**

The Company recognizes financial assets and financial liabilities when it becomes a party to the contractual provisions of the instrument. All financial assets and liabilities are recognized at fair value on initial recognition, except for trade receivables which are initially measured at transaction price. Transaction costs that are directly attributable to the acquisition or issues of financial assets and financial liabilities that are not at fair value through profit or loss, are added to the fair value on initial recognition.

A financial asset or financial liability is initially measured at fair value plus, for an item not at fair value through profit and loss (FVTPL), transaction costs that are directly attributable to its acquisition or issue.

#### **b. Classification and Subsequent measurement**

##### **Financial assets**

On initial recognition, a financial asset is classified as measured at

- amortised cost;
- FVTPL

Financial assets are not reclassified subsequent to their initial recognition, except if

and in the period the Company changes its business model for managing financial assets.

A financial asset is measured at amortised cost if it meets both of the following conditions and is not designated as at FVTPL:

- the asset is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

All financial assets not classified as measured at amortised cost as described above are measured at FVTPL. On initial recognition, the Company may irrevocably designate a financial asset that otherwise meets the requirements to be measured at amortised cost at FVTPL if doing so eliminates or significantly reduces an accounting mismatch that would otherwise arise.

#### **Financial assets: Business model assessment**

The Company makes an assessment of the objective of the business model in which a financial asset is held at a portfolio level because this best reflects the way the business is managed and information is provided to management. The information considered includes:

- the stated policies and objectives for the portfolio and the operation of those policies in practice. These include whether management's strategy focuses on earning contractual interest income, maintaining a particular interest rate profile, matching the duration of the financial assets to the duration of any related liabilities or expected cash outflows or realising cash flows through the sale of the assets;
- how the performance of the portfolio is evaluated and reported to the Company's management;
- the risks that affect the performance of the business model (and the financial assets held within that business model) and how those risks are managed;
- how managers of the business are compensated
- e.g. whether compensation is based on the fair value of the assets managed or the contractual cash flows collected; and
- the frequency, volume and timing of sales of financial assets in prior periods, the reasons for such sales and expectations about future sales activity.

Transfers of financial assets to third parties in transactions that do not qualify for

derecognition are not considered sales for this purpose, consistent with the Company's continuing recognition of the assets.

Financial assets that are held for trading or are managed and whose performance is evaluated on a fair value basis are measured at FVTPL.

**Financial assets:** Assessment whether contractual cash flows are solely payments of principal and interest

For the purposes of this assessment, 'principal' is defined as the fair value of the financial asset on initial recognition. 'Interest' is defined as consideration for the time value of money and for the credit risk associated with the principal amount outstanding during a particular period of time and for other basic lending risks and costs (e.g. liquidity risk and administrative costs), as well as a profit margin.

In assessing whether the contractual cash flows are solely payments of principal and interest, the Company considers the contractual terms of the instrument. This includes assessing whether the financial asset contains a contractual term that could change the timing or amount of contractual cash flows such that it would not meet this condition. In making this assessment, the Company considers:

- contingent events that would change the amount or timing of cash flows;
- terms that may adjust the contractual coupon rate, including variable interest rate features;
- prepayment and extension features; and
- terms that limit the Company's claim to cash flows from specified assets (e.g. non-recourse features).

A prepayment feature is consistent with the solely payments of principal and interest criterion if the prepayment amount substantially represents unpaid amounts of principal and interest on the principal amount outstanding, which may include reasonable additional compensation for early termination of the contract. Additionally, for a financial asset acquired at a significant discount or premium to its contractual par amount, a feature that permits or requires prepayment at an amount that substantially represents the contractual par amount plus accrued (but unpaid) contractual interest (which may also include reasonable additional compensation for early termination) is treated as consistent with this criterion if the fair value of the prepayment feature is insignificant at initial recognition.

**Financial assets:** Subsequent measurement and gains and losses

Financial assets at FVTPL: These assets are subsequently measured at fair value. Net gains and losses, including any interest or dividend income, are recognised in profit or

loss.

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 profit or loss. Any gain or loss on derecognition is recognised in profit or loss.

Financial liabilities: Classification, Subsequent measurement and gains and losses

Financial liabilities are classified as measured at amortised cost or FVTPL. A financial liability is classified as at FVTPL if it is classified as held- for- trading, or it is a derivative or it is 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 profit or 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 profit or loss. Any gain or loss on derecognition is also recognised in profit or loss.

**c. Derecognition**

**Financial assets**

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.

**Financial liabilities**

The Company derecognises a financial liability when its contractual obligations are discharged or cancelled, or expire.

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 extinguished and the new financial liability with modified terms is recognised in profit.



**d. Offsetting**

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.

- e. Impairment The Company recognises loss allowances for expected credit losses on financial assets measured at amortised cost; At each reporting date, the Company assesses whether financial assets carried at amortised cost and debt securities at fair value through other comprehensive income (FVOCI) are credit impaired. A financial asset is 'credit-impaired' when one or more events that have a detrimental impact on the estimated future cash flows of the financial asset have occurred.

Evidence that a financial asset is credit-impaired includes the following observable data:

- significant financial difficulty of the borrower or issuer;
- the restructuring of a loan or advance by the Company on terms that the Company would not consider otherwise;
- it is probable that the borrower will enter bankruptcy or other financial reorganisation; or– the disappearance of an active market for a security because of financial difficulties.

The Company measures loss allowances at an amount equal to lifetime expected credit losses, except for the following, which are measured as 12 month expected credit losses:

- debt securities that are determined to have low credit risk at the reporting date; and
- other debt securities and bank balances for which credit risk (i.e. the risk of default occurring over the expected life of the financial instrument) has not increased significantly since initial recognition.

Loss allowances for trade receivables are always measured at an amount equal to lifetime expected credit losses.

Lifetime expected credit losses are the expected credit losses that result from all possible default events over the expected life of a financial instrument.

12-month expected credit losses are the portion of expected credit losses that result from default events that are possible within 12 months after the reporting date (or a shorter period if the expected life of the instrument is less than 12 months).

In all cases, the maximum period considered when estimating expected credit losses is the maximum contractual period over which the Company is exposed to credit risk.

When determining whether the credit risk of a financial asset has increased significantly since initial recognition and when estimating expected credit losses, the Company considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis, based on the Company's historical experience and informed credit assessment and including forward- looking information.

**Measurement of expected credit losses**

Expected credit losses are a probability-weighted estimate of credit losses. Credit losses are measured as the present value of all cash shortfalls (i.e. the difference between the cash flows due to the Company in accordance with the contract and the cash flows that the Company expects to receive).

Presentation of allowance for expected credit losses in the balance sheet

Loss allowances for financial assets measured at amortised cost are deducted from the gross carrying amount of the assets.

**Write-off**

The gross carrying amount of a financial asset is written off (either partially or in full) to the extent that there is no realistic prospect of recovery. This is generally the case when the Company determines that the trade receivable does not have assets or sources of income that could generate sufficient cash flows to repay the amounts subject to the write- off. However, financial assets that are written off could still be subject to enforcement activities in order to comply with the Company's procedures for recovery of amounts due.

## Notes forming part of the financial statements

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

## 4 Property, plant and equipment

Particulars	Land	Building	Quarries	Plant and Machinery	Pump Sets	Office Equipment	Computer	Vehicles	Furniture and Fixtures	Electrical Equipment	Total
<b>Gross Carrying Value</b>											
At April 1, 2019	2,07,56,706	4,03,49,678	54,86,693	4,54,18,937	10,38,087	6,85,196	2,91,289	1,41,51,114	4,54,355	-	12,86,32,055
Additions	-	6,49,89,657	-	18,21,84,606	-	77,726	-	18,11,218	8,970	1,23,67,999	26,14,40,176
Deletions	-	-	-	-	-	-	-	-	-	-	-
<b>At March 31, 2020</b>	<b>2,07,56,706</b>	<b>10,53,39,335</b>	<b>54,86,693</b>	<b>22,76,03,543</b>	<b>10,38,087</b>	<b>7,62,922</b>	<b>2,91,289</b>	<b>1,59,62,332</b>	<b>4,63,325</b>	<b>1,23,67,999</b>	<b>39,00,72,231</b>
<b>Accumulated depreciation</b>											
At April 1, 2019	-	2,42,05,065	54,86,693	2,25,98,144	4,91,895	6,76,531	2,24,584	41,70,107	1,97,847	-	5,80,50,866
Charge for the year	-	18,96,935	-	57,23,503	68,530	52,265	13,986	17,16,895	46,780	3,73,177	98,94,071
Less: Adjustments	-	-	-	-	-	-	-	-	-	-	-
<b>At March 31, 2020</b>	<b>-</b>	<b>2,61,02,000</b>	<b>54,86,693</b>	<b>2,83,21,647</b>	<b>5,60,425</b>	<b>7,28,796</b>	<b>2,38,570</b>	<b>58,89,002</b>	<b>2,44,627</b>	<b>3,73,177</b>	<b>6,79,44,937</b>
<b>Net Value</b>											
At March 31, 2019	2,07,56,706	1,61,44,613	-	2,28,20,793	5,46,192	8,665	66,705	99,81,007	2,56,508	-	7,05,81,189
<b>At March 31, 2020</b>	<b>2,07,56,706</b>	<b>7,92,37,335</b>	<b>-</b>	<b>19,92,81,896</b>	<b>4,77,662</b>	<b>34,126</b>	<b>52,719</b>	<b>1,00,73,330</b>	<b>2,18,698</b>	<b>1,19,94,822</b>	<b>32,21,27,294</b>

## 5. Intangible assets

Particulars	ERP Software	Total
<b>Gross Carrying Value</b>	-	-
At April 1, 2019	62,090	62,090
Additions	-	-
Deletions	-	-
<b>At March 31, 2019</b>	<b>62,090</b>	<b>62,090</b>
<b>Accumulated depreciation</b>		
At April 1, 2019	61,820	61,820
Charge for the year	-	-
Less: Adjustments	-	-
<b>At March 31, 2020</b>	<b>61,820</b>	<b>61,820</b>
<b>Carrying Value</b>		
At March 31, 2019	270	270
<b>At March 31, 2020</b>	<b>270</b>	<b>270</b>

## Notes forming part of the financial statements

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

	PARTICULARS	31 March 2020	31 March 2019
<b>6</b>	<b>Investments</b>		
	<b>Non-current</b>		
	<b>Investments carried at fair value through profit or loss</b>		
	<b>Quoted equity shares</b>		
	15,11,000 (March 31, 2018: 15,11,000) equity shares of Rs. 10 each in B2b Software Technology Limited	1,42,78,950	1,39,16,310
	<b>Total investments</b>	<b>1,42,78,950</b>	<b>1,39,16,310</b>
	<b>Current</b>		
	<b>Investments carried at fair value through profit or loss</b>		
	<b>Quoted mutual funds</b>		
	Nil (March 31, 2018:61251) units in SBI Mutual Fund	-	-
		-	-
<b>7</b>	<b>Loans (Unsecured, considered good unless otherwise stated)</b>		
	<b>Non-current</b>		
	Security deposits		
	TSCPDCL - Additional Consumption Deposit	7,57,595	7,57,595
	TSCPDCL - Deposit	19,89,446	19,89,446
	APSPDCL - Deposit	11,16,000	1,10,000
	Other Deposits	8,15,000	8,15,000
	<b>Total</b>	<b>46,78,041</b>	<b>36,72,041</b>
	<b>Current</b>		
	Security deposits	1,11,700	1,11,700
	<b>Total</b>	<b>1,11,700</b>	<b>1,11,700</b>

## Notes forming part of the financial statements

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

	PARTICULARS	31 March 2020	31 March 2019
<b>8</b>	<b>Deferred tax asset/liabilities</b>		
	Deferred tax asset		
	- MAT credit entitlement	1,66,04,922	1,45,54,801
		<b>1,66,04,922</b>	<b>1,45,54,801</b>
	Deferred tax liability		
	- Tangible and Intangible assets	81,97,226	41,66,761
		81,97,226	41,66,761
	<b>Deferred tax assets, net</b>	<b>84,07,696</b>	<b>1,03,88,040</b>
<b>9</b>	<b>Others (Unsecured, considered good unless otherwise stated)</b>		
	<b>Non-current</b>		
	Capital Advances	13,46,034	3,86,78,289
	<b>Total</b>	<b>13,46,034</b>	<b>3,86,78,289</b>
	<b>Current</b>		
	Unsecured, considered good		
	Advances other than capital advances		
	Staff advances	782	782
	Supplier advances	5,50,17,175	10,18,74,626
	Balances with Government departments	1,05,02,616	1,01,46,063
	<b>Total</b>	<b>6,55,20,573</b>	<b>11,20,21,471</b>
<b>10</b>	<b>Inventories</b>		
	Raw material	4,38,86,451	3,30,141
	Work-in-progress	7,44,69,477	8,43,13,846
	Finishes goods	2,71,38,243	8,12,043
	Stores & spares	1,24,22,732	66,12,719
	Packing Material	22,11,227	3,84,497
	<b>Total</b>	<b>16,01,28,130</b>	<b>9,24,53,246</b>

## Notes forming part of the financial statements

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

	PARTICULARS	31 March 2020	31 March 2019
<b>11</b>	<b>Trade receivables</b>		
	Unsecured, considered good	11,88,80,022	11,15,88,424
		<b>11,88,80,022</b>	<b>11,15,88,424</b>
	Less: Allowance for doubtful receivables	25,87,386	25,14,470
	<b>Total</b>	<b>11,62,92,636</b>	<b>10,90,73,954</b>
<b>12</b>	<b>Cash and cash equivalents</b>		
	Balances with banks:		
	- On current accounts	10,97,356	3,36,94,260
	Cash on hand	1,58,219	14,93,744
	<b>Total</b>	<b>12,55,575</b>	<b>3,51,88,004</b>
<b>13</b>	<b>Other Bank balances</b>		
	Term deposits with Banks with original maturities of more than 3 months and less than 1 year	2,04,26,573	2,01,25,000
	<b>Total</b>	<b>2,04,26,573</b>	<b>2,01,25,000</b>

## Notes forming part of the financial statements

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

	PARTICULARS	31 March 2020	31 March 2019
14	<b>Share Capital</b>		
	<b>Authorised Share Capital</b>		
	1,20,00,000 (March 31, 2019: 1,20,00,000 ) equity shares of Rs.10 each	12,000,000	12,000,000
	<b>Issued, subscribed and fully paid-up</b>		
1,05,86,000 (March 31, 2019: 1,05,86,000) equity shares of Rs.10 each	10,586,000	10,586,000	
		10,586,000	10,586,000

## (a) Reconciliation of shares outstanding at the beginning and end of the reporting year

PARTICULARS	31 March 2020		31 March 2019	
	No. of equity shares	Amount	No. of equity shares	Amount
Outstanding at the beginning of the year	10,586,000	105,860,000	10,586,000	105,860,000
Issued during the year	-	-	-	-
Outstanding at the end of the year	10,586,000	105,860,000	10,586,000	105,860,000

## (b) Terms / rights attached to the equity shares

Equity shares of the Company have a par value of 10 per share. Each holder of equity shares is entitled to one vote per share. The Company declares and pays dividend in Indian rupees. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

## Notes forming part of the financial statements

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

## (c) Details of shareholders holding more than 5% shares in the Company

PARTICULARS	31 March 2020		31 March 2019	
	No. of equity shares held	% holding in the class	No. of equity shares held	% holding in the class
P. Srinivas Reddy	75,80,948	71.61%	75,80,948	71.61%
P. Samantha Reddy	2,75,000	2.60%	2,75,000	2.60%

	PARTICULARS	31 March 2020	31 March 2019
<b>15</b>	<b>Other equity</b>		
	Retained earnings		
	Opening balance	4,40,68,003	3,13,58,134
	Profit/(loss) for the year	41,74,160	1,80,70,422
	Other comprehensive income	7,27,781	(53,60,552)
	<b>Closing balance</b>	<b>4,89,69,943</b>	<b>4,40,68,003</b>

	PARTICULARS	31 March 2020	31 March 2019
<b>16</b>	<b>Borrowings</b>		
	<b>Non-current Borrowings</b>		
	<b>Secured loans</b>		
	From NBFC		
	Vehicle Loan (Note A1 and A2)	44,04,155	70,28,466
	From Banks		
	Vehicle Loan from ICICI Bank (Note A3)	11,23,651	-
	Term Loan from State Bank of India (Note B)	15,59,87,413	3,48,08,839
	Unsecured loans		
	From Others	5,06,37,089	6,49,93,413
	<b>Total</b>	<b>21,21,52,308</b>	<b>10,68,30,718</b>
	<b>Current Borrowings</b>		
	<b>Secured loans</b>		
	<b>From Banks</b>		
	Working Capital loans from Andhra Bank	13,34,19,309	10,85,36,648
	Unsecured loans		
	From Directors	9,62,46,235	7,24,70,566
	<b>Total</b>	<b>22,96,65,544</b>	<b>18,10,07,214</b>



**Note:**

Disclosures for all Borrowings

**A. Vehicle loans :**

1. Vehicle loan is obtained from BMW India Financial Services Pvt Ltd during Fin Year 2015-16. The loan is repayable in 84 Monthly installments starting from 16.10.2015 . The loan carries an interest rate of 10.21%. The loan is secured by hypothecation of the vehicle for which the loan was taken. The instalments falling within the next 12 months of Rs. 11.28 Lacs has been disclosed as Current Maturities of Long term Debt under Other Financial Liabilities.
2. Vehicle loan is obtained from Daimler Financial Services India Pvt Ltd during Fin Year 2018-19. The loan is repayable in 60 Monthly installments starting from 14.01.2019 . The loan carries an interest rate of 10%. The loan is secured by hypothecation of the vehicle for which the loan was taken. The instalments falling within the next 12 Months of Rs. 7.81 Lacs has been disclosed as current maturities of long term debt under other financial liabilities.
3. Vehicle loan is obtained from ICICI Bank Ltd during Fin Year 2019-20. The loan is repayable in 36 Monthly installments starting from 01-04-2020 . The loan carries an interest rate of 9.50%. The loan is secured by hypothecation of the vehicle for which the loan was taken. The instalments falling within the next 12 Months of Rs. 4.76 Lacs has been disclosed as current maturities of long term debt under other financial liabilities.

**B. Term loan from State Bank of India:**

The term loan from State Bank of India, SME Branch, Ongole, Andhra Pradesh is secured by hypothecation of Plant and Machinery (both present and future and having a collateral security of immovable properties on the buildings located in Secunderabad and a lien on the bank deposit of the company amounting to Rs. 2.00 crores the loan is further guaranteed by the managing director of the company. The loan is repayable with in 118 monthly instalments and the first instalment has fallen due during the month of October, 2018. The instalments falling due with in next 12 months of Rs. 110.00 Lacs have been disclosed as current maturities of long term debt under other financial liabilities.

**C. Unsecured Loans:**

1. Loan from Magma Fin Corp. Ltd., of Rs. 30.00 Lacs is repayable with in a period of 13 monthly instalments. The first instalment has fallen due on 07-11-2018. The instalments falling due with in the next 12 months has been disclosed as current maturities of long term debts under other financial liabilities and the Loan was pre

closed on 23.07.2019.

2. Loan from IDFC First Bank Ltd. of Rs. 30.60 Lacs is repayable with in a period of 36 monthly instalments. The first instalment has fallen due on 02-11-2018. The instalments falling due with in the next 12 months of Rs.10.20 Lacs has been disclosed as current maturities of long term debts under other financial liabilities.
3. Loan from IVL Finance Limited of Rs. 35.00 Lacs is repayable with in a period of 36 monthly instalments. The first instalment has fallen due on 05-11-2018. The instalments falling due with in the next 12 months of Rs.12.42 Lacs has been disclosed as current maturities of long term debts under other financial liabilities.
4. Loan from Bajaj Finance Limited of Rs. 35.155 Lacs is repayable with in a period of 24 monthly instalments. The first instalment has fallen due on 02-11-2018. The instalments falling due with in the next 12 months of Rs.6.24 Lacs has been disclosed as current maturities of long term debts under other financial liabilities.
5. Loan from UP F Limited of Rs. 35.34 Lacs is repayable with in a period of 24 monthly instalments. The first instalment has fallen due on 29-10-2018. The instalments falling due with in the next 12 months of Rs.11.88 Lacs has been disclosed as current maturities of long term debts under other financial liabilities.
6. Loan from Blacksoil Capital Pvt Ltd. secured by Pledge of personal securities (Shares) of 2 directors of the company the loan is further guaranteed by th said directors in their personal capacity. The loan repayable with in period of 12 Monthly instalments commencing from 31-01-2021. The interest has to be paid regularly from 28-02-2019. The instalments falling due with in next 12 months of Rs. 138.46 lacs has been disclosed as current maturities of long term debts under other financial liabilities.
7. Loan from Magma Fin Corp. Ltd., of Rs. 30.00 Lacs is repayable with in a period of 24 monthly instalments. The first instalment has fallen due on 03-09-2019. The instalments falling due with in the next 12 months of Rs.15.22 Lacs has been disclosed as current maturities of long term debts under other financial liabilities.
8. Loan from Shriram City Union Finance Limited, of Rs. 20.40 Lacs is repayable with in a period of 24 monthly instalments. The first instalment has fallen due on 05-11-2019. The instalments falling due with in the next 12 months of Rs.9.79 Lacs has been disclosed as current maturities of long term debts under other financial liabilities.
9. Loan from IDFC First Bank of Rs. 27.50 Lacs is repayable with in a period of 36 monthly instalments. The first instalment has fallen due on 05-11-2019. The

instalments falling due within the next 12 months of Rs.6.45 Lacs has been disclosed as current maturities of long term debts under other financial liabilities.

**C. Working capital loans from Andhra Bank:**

The loan of Rs.1100 lacs is repayable on demand and the loan carries an interest rate of 12.20%. This loan is secured by hypothecation of Stocks and Receivables and is further having a Collateral Security on the plant and machinery and land and buildings of the Company. The loan is also guaranteed by two Directors of the Company in their personal capacity.

Borrowings from Other Financial Institutions are subject to confirmation.

**D. Unsecured loan from Managing Director:**

The loan is repayable on demand and the loan does not carry any interest. This loan is unsecured.

## Notes forming part of the financial statements

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

	PARTICULARS	31 March 2020	31 March 2019
<b>17</b>	<b>Provisions</b>		
	<b>Non-Current</b>		
	- Gratuity (refer note 34)	10,61,868	86,01,254
	- Compensated absences	-	-
		<b>10,61,868</b>	<b>86,01,254</b>
	<b>Current</b>		
	- Gratuity (refer note 34)	59,429	4,76,616
	- Compensated absences	5,73,231	16,73,058
		<b>6,32,660</b>	<b>21,49,674</b>
<b>18</b>	<b>Trade payables</b>		
	Trade payables		
	- Total outstanding dues of micro enterprises and small enterprises (refer note 35)	-	-
	- Total outstanding dues of creditors other than micro enterprises and small enterprises	2,59,30,598	1,29,28,804
		<b>2,59,30,598</b>	<b>1,29,28,804</b>
<b>19</b>	<b>Other financial liabilities</b>		
	Current maturities of long-term debts	3,44,52,047	1,54,91,209
	Creditors for Capital works	22,45,249	-
	Provision for expenses	1,39,34,864	74,92,964
		<b>5,06,32,160</b>	<b>2,29,84,173</b>

## Notes forming part of the financial statements

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

	PARTICULARS	31 March 2020	31 March 2019
<b>20</b>	<b>Other liabilities</b>		
	<b>Current</b>		
	Advance received from customers	2,78,96,265	1,39,86,265
	Statutory liabilities	87,01,215	89,45,969
		<b>3,65,97,480</b>	<b>2,29,32,234</b>
<b>21</b>	<b>Current tax liabilities</b>		
	Provision for taxes	1,09,19,425	71,13,839
	Less: Advance tax and TDS receivable	3,16,872	42,050
		<b>1,06,02,553</b>	<b>70,71,789</b>
<b>22</b>	<b>Revenue from operations</b>		
	Domestic	-	45,91,836
	Export	31,68,18,912	41,38,63,528
		<b>31,68,18,912</b>	<b>41,84,55,364</b>

## Notes forming part of the financial statements

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

	PARTICULARS	31 March 2020	31 March 2019
<b>23</b>	<b>Other income</b>		
	Scrap sales	-	2,33,256
	Other non operating income	12,52,982	4,76,620
	Income from Mutual funds	-	66,373
	Interest income	20,20,758	49,647
	Foreign exchange gain, net	1,17,25,934	1,11,13,620
	Balances written back	3,94,459	2,09,65,527
		<b>1,53,94,133</b>	<b>3,29,05,042</b>
<b>24</b>	<b>Cost of materials consumed</b>		
	Opening Stock		
	- Raw material	3,30,141	1,36,40,076
	- Packing material	3,84,497	2,89,398
		7,14,638	1,39,29,474
	Add: Purchases		
	- Raw material	24,61,37,135	21,98,13,137
	- Packing material	31,90,684	33,87,962
		24,93,27,819	22,32,01,099
	Less: Closing Stock		
	- Raw material	4,38,86,451	3,30,141
	- Packing material	22,11,227	3,84,497
		4,60,97,678	7,14,638
	<b>Total (a) + (b) - (c)</b>	<b>20,39,44,779</b>	<b>23,64,15,935</b>

## Notes forming part of the financial statements

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

	PARTICULARS	31 March 2020	31 March 2019
<b>25</b>	<b>Changes in inventories of Finished goods and Work-in-progress</b>		
	<b>Finished goods</b>		
	Opening Stock	8,12,043	9,43,744
	Closing Stock	2,71,38,243	8,12,043
		(2,63,26,200)	1,31,701
	<b>Work-in-progress</b>		
	Opening Stock	8,43,13,846	12,40,79,582
	Closing Stock	7,44,69,477	8,43,13,846
		98,44,369	3,97,65,736
	<b>(Increase) / Decrease in Inventories</b>	<b>(1,64,81,831)</b>	<b>3,98,97,437</b>
<b>26</b>	<b>Employee benefits expense</b>		
	Salaries, wages and bonus	4,11,34,444	5,44,18,925
	Contribution to provident and other funds	4,67,361	12,91,387
	Staff welfare expenses	6,65,863	4,63,970
		<b>4,22,67,668</b>	<b>5,61,74,282</b>
<b>27</b>	<b>Depreciation and amortisation expense</b>		
	Depreciation of tangible assets	98,94,071	46,27,361
	Amoritsation of intangible assets	-	-
		<b>98,94,071</b>	<b>46,27,361</b>
<b>28</b>	<b>Finance costs</b>		
	Interest expense	2,68,05,609	1,85,86,943
	Other borrowing cost	19,56,301	3,25,565
		<b>2,87,61,910</b>	<b>1,89,12,508</b>

## Notes forming part of the financial statements

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

	PARTICULARS	31 March 2020	31 March 2019
<b>29</b>	<b>Administrative and other expenses</b>		
	Consumables Stores	49,79,986	17,72,698
	Power & Fuel	35,03,200	59,10,451
	Rent	6,17,196	8,43,372
	Security Charges	11,37,620	8,51,200
	Repairs and Maintenance- Plant & Machinery	11,73,232	8,30,941
	Insurance	6,87,359	3,54,155
	Rates and Taxes	1,65,648	4,28,459
	Filing Fee	1,35,078	64,255
	Auditors Remuneration :		
	- For Statutory Audit	3,47,500	1,18,000
	- Out of Pocket Exps	1,273	
	Carriage Outward	1,40,26,394	1,94,55,660
	Travelling and Conveyance	1,12,46,162	1,02,74,142
	Provision for Bad debts	72,916	75,258
	Fair value gain/ (loss) on Investments carried at market value	(3,62,640)	79,93,190
	Miscellaneous expenses	1,32,92,369	2,95,69,876
		<b>5,10,23,293</b>	<b>7,85,41,657</b>



## Notes forming part of the financial statements

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

	PARTICULARS	31 March 2020	31 March 2019
<b>30</b>	<b>Tax expenses</b>		
	Current income tax:	-	-
	Current income tax charge	68,22,036	28,16,534
	Deferred tax:		
	Relating to originating and reversal of temporary differences	18,06,960	(40,95,727)
	<b>Income tax expense recognised in the statement of profit or loss</b>	<b>86,28,996</b>	<b>(12,79,193)</b>
	Deferred tax related to items considered in OCI during the year		
	Re-measurement gains/ (losses) on defined benefit plan	(1,73,384)	(11,66,723)
	<b>Income tax charge to OCI</b>	<b>(1,73,384)</b>	<b>(11,66,723)</b>

## Notes forming part of the financial statements

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

**31 Contingent liabilities and commitments**

	<b>PARTICULARS</b>	<b>31 March 2020</b>	<b>31 March 2019</b>
i	Contingent Liabilities		
	- Outstanding Guarantees and Counter Guarantees	1,25,000	1,25,000
	- Claims against the Company not acknowledged as debts	Nil	Nil
	- Demand notice from Service tax authority	Nil	Nil
ii	Commitments:	Nil	Nil

**32 Related party disclosures**

a) The following table provides the name of the related party and the nature of its relationship with the Company:

<b>Name of the parties</b>	<b>Relationship</b>
P Srinivas Reddy	Managing Director
P Samantha reddy	Whole Time Director cum CFO

b) Details of all transactions with related parties during the year:

<b>PARTICULARS</b>	<b>31 March 2019</b>	<b>31 March 2018</b>
<b>P. Srinivas Reddy</b>	-	-
i) Current Borrowings received	11,43,43,191	11,00,52,496
ii) Current Borrowing Repaid	9,13,70,404	4,81,70,640
ii) Managerial remuneration paid*	-	84,00,000
<b>P. Samanta Reddy</b>		
i) Current Borrowings received	71,09,302	36,00,000
ii) Current Borrowing Repaid	51,64,732	30,00,000
ii) Managerial remuneration paid*	84,00,000	84,00,000

\*Does not include insurance, which is paid for the Company as a whole and gratuity and compensated absences as this is provided in the books of accounts on the basis of actuarial valuation for the Company as a whole and hence individual amount cannot be determined.

**Notes forming part of the financial statements**

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

c) Details of balances receivable from and payable to related parties are as follows:

PARTICULARS	31 March 2020	31 March 2019
<b>i) Current Borrowings:</b>		
Payable to P Srinivas Reddy	9,37,01,235	7,07,28,448
Payable to P Samantha reddy	25,44,570	6,00,000
<b>ii) Remuneration and Other Expenses Payable</b>		
Payable to P Srinivas Reddy	8,80,402	10,73,689
Payable to P Samantha reddy	47,56,316	10,63,689

**d) 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 interest free.

**33 Segment information**

Ind AS 108 "Operating Segment" ("Ind AS 108") establishes standards for the way that public business enterprises report information about operating and geographical segments and related disclosures about products and services, geographic areas, and major customers. Based on the "management approach" as defined in Ind AS 108, Operating segments and geographical segments are to be reported in a manner consistent with the internal reporting provided to the Chief Operating Decision Maker (CODM). The CODM evaluates the Company's performance and allocates resources on overall basis. The Company's sole operating segment is therefore 'Granite manufacture' and the sole geographical segment is 'India'. Accordingly, there are no additional disclosure to be provided under Ind AS 108, other than those already provided in the financial statements.

**34 Gratuity**

"The Company provides its employees with benefits under a defined benefit plan, referred to as the "Gratuity Plan". The Gratuity Plan entitles an employee, who has rendered at least five years of continuous service, to receive 15 days salary for each year of completed service (service of six months and above is rounded off as one year) at the time of retirement/exit, restricted to a sum of ₹ 1,000,000. The following tables summarize the components of net benefit expense recognised in the statement of profit or loss and the amounts recognised in the balance sheet for the plan: Reconciliation of opening and closing balances of the present value of the defined benefit obligations:

## Notes forming part of the financial statements

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

## Gratuity:

PARTICULARS	31 March 2020	31 March 2019
<b>Opening balance</b>	90,77,870	<b>50,81,292</b>
Current service cost	1,29,335	7,29,027
Interest expense or cost	6,94,457	3,93,292
Re-measurement (or actuarial) (gain)/ loss arising from:	-	-
- change in demographic assumptions	-	-
- change in financial assumptions	(9,01,165)	41,93,829
Benefits paid	(78,79,200)	(13,19,570)
<b>Closing balance</b>	<b>11,21,297</b>	<b>90,77,870</b>
Bifurcation of net liability		
Current Liability (short term)	59,429	4,76,616
Non-Current Liability (Long term)	10,61,868	86,01,254
<b>Total Liability</b>	<b>11,21,297</b>	<b>90,77,870</b>

**Notes forming part of the financial statements**

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

<b>PARTICULARS</b>	<b>31 March 2020</b>	<b>31 March 2019</b>
<b>Expenses recognised in statement of profit and loss</b>	-	-
Current Service Cost	1,29,335	7,29,027
Past service Cost	-	-
Loss / (gain) on settlement	-	-
Expected return on Asset	-	-
Net Interest cost / (Income) on Net defined Benefit Liability / (Asset)	6,94,457	3,93,292
<b>Expenses Recognised in the Income statement</b>	<b>8,23,792</b>	<b>11,22,319</b>
<b>Other Comprehensive Income</b>		
Actuarial (gain)/ lossess	-	-
- change in demographic assumptions	-	-
- change in financial assumptions	-	-
- experience variance (i.e. Actual experience vs assumptions)	-	-
- others	9,01,165	41,93,829
<b>Total expenses routed through OCI</b>	<b>7,27,781</b>	<b>53,60,552</b>

**The principal financial Assumptions used in the valuation are shown in the table below:**

<b>PARTICULARS</b>	<b>31-Mar-20</b>	<b>31-Mar-19</b>
Discount rate (per annum)	6.80%	7.65%
Salary growth (per annum)	5.00%	5.00%

Demographic Assumptions: Please refer section (8.3) and (9.1-9.2) to see how assumption are derived

PARTICULARS	31-Mar-20	31-Mar-19
Mortality Rate (% of IALM 06-08)	100.00%	100.00%
Withdrawal rate (per annum)	5.00%	5.00%
Leave encashment:		

Particulars	31-Mar-20	31-Mar-19
Opening balance	16,73,058	8,38,074
Current service cost	(10,99,827)	8,34,984
Interest expense or cost	1,27,989	64,867
Re-measurement (or actuarial) (gain)/ loss arising from:	-	-
- change in demographic assumptions	-	-
- change in financial assumptions	-	-
- experience variance (Actual v assumptions)	-	-
- Others	5,82,119	2,14,102
Benefits paid	(7,10,108)	(2,78,969)
Closing balance	5,73,231	<b>16,73,058</b>
Bifurcation of net liability		
Current Liability (short term)	5,73,231	16,73,058
Non-Current Liability (Long term)	-	-
<b>Total Liability</b>	<b>5,73,231</b>	<b>16,73,058</b>

PARTICULARS	31-Mar-20	31-Mar-19
<b>Expenses recognised in statement of profit and loss</b>		
Current Service Cost	(10,99,827)	8,34,984
Past service Cost	-	-
Loss / (gain) on settlement	-	-
Expected return on Asset	-	-
Net Interest cost / (Income) on Net defined Benefit Liability / (Asset)	1,27,989	64,867
Actuarial (gain)/ losses	5,82,119	2,14,102
Expenses Recognised in the Income statement	<b>(3,89,719)</b>	<b>11,13,953</b>

**Notes forming part of the financial statements**

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

**The principal financial Assumptions used in the valuation are shown in the table below:**

<b>PARTICULARS</b>	<b>31-Mar-20</b>	<b>31-Mar-19</b>
Discount rate (per annum)	6.80%	7.65%
Salary growth (per annum)	5.00%	5.00%

Demographic Assumptions: Please refer section (8.3) and (9.1-9.2) to see how assumption are derived

<b>PARTICULARS</b>	<b>31-Mar-20</b>	<b>31-Mar-19</b>
Mortality Rate (% of IALM 06-08)	100.00%	100.00%
Withdrawal rate (per annum)	5.00%	5.00%

These sensitivities have been calculated to show the movement in projected benefit obligation in isolation and assuming there are no other changes in market conditions.

**35 Dues to Micro, small and medium enterprises**

The Ministry of Micro, Small and Medium Enterprises has issued an office memorandum dated 26 August 2008 which recommends that the Micro and Small Enterprises should mention in their correspondence with its customers the Entrepreneurs Memorandum Number as allocated after filing of the Memorandum. Accordingly, the disclosure in respect of the amounts payable to such enterprises as at March 31, 2019 has been made in the financial statements based on information received and available with the Company. Further in view of the management, the impact of interest, if any, that may be payable in accordance with the provisions of the Micro, Small and Medium Enterprises Development Act, 2006 ('The MSMED Act') is not expected to be material. The Company has not received any claim for interest from any supplier.

Demographic Assumptions: Please refer section (8.3) and (9.1-9.2) to see how assumption are derived

<b>PARTICULARS</b>	<b>31-Mar-20</b>	<b>31-Mar-19</b>
a) the principal amount and the interest due thereon remaining unpaid to any supplier at the end of each accounting year.	Nil	Nil
b) the amount of interest paid by the buyer in terms of section 16 of the MSMED Act, along with the amount of the payment made to the supplier beyond the appointed day during each accounting year;	Nil	Nil

c) the amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under this MSMED Act	Nil	Nil
d) the amount of interest accrued and remaining unpaid at the end of each accounting year; and	Nil	Nil
e) the amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under section 23 of the MSMED Act.	Nil	Nil

**Where the Company is a lessee:**

The Company has taken office premises under operating leases. The leases typically run for a term ranging from eleven months to five years, with an option to renew the lease after the term completion. The escalation clause in these arrangement ranges from 5% to 10%.

i) Future minimum lease payments under non-cancellable operating leases are as follows:

<b>PARTICULARS</b>	<b>31-Mar-20</b>	<b>31-Mar-19</b>
Not later than 1 year	5,74,280	5,74,280
Later than 1 year and not later than 5 years	-	-
Later than 5 years	-	-

ii) Amounts recognised in statement of profit and loss:

<b>PARTICULARS</b>	<b>31-Mar-20</b>	<b>31-Mar-19</b>
Cancellable lease expense	6,17,196	8,43,372
Non - cancellable lease expense	-	-
<b>Total</b>	<b>6,17,196</b>	<b>8,43,372</b>

**37 Earnings per share**

Basic EPS amounts are calculated by dividing the profit for the year attributable to equity holders by the weighted average number of equity shares outstanding during the year. Diluted EPS amounts are calculated by dividing the profit attributable to equity holders by the weighted average number of equity shares outstanding during the year plus the weighted average number of equity shares that would be issued on conversion of all the dilutive potential equity shares into equity Shares.



The following table sets out the computation of basic and diluted earnings per share:

PARTICULARS	31-Mar-20	31-Mar-19
Profit for the year attributable to equity share holders	41,74,160	1,80,70,421
<b>Shares</b>		
Weighted average number of equity shares outstanding during the year – basic	1,05,86,000	1,05,86,000
Weighted average number of equity shares outstanding during the year – diluted	1,05,86,000	1,05,86,000
<b>Earnings per share</b>		
Earnings per share of par value 10 – basic ( )	0.39	1.71
Earnings per share of par value 10 – diluted ( )	0.39	1.71

### 38 Financial risk management objectives and policies

The Company's principal financial liabilities comprise loans and borrowings, trade and other payables. The main purpose of these financial liabilities is to finance and support Company's operations. The Company's principal financial assets include inventory, trade and other receivables, cash and cash equivalents and refundable deposits that derive directly from its operations. The Company is exposed to Credit risk and liquidity risk. The Company's senior management oversees the management of these risks. The Board of Directors reviews and agrees policies for managing each of these risks, which are summarized below.

#### a) Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises two types of risk: interest rate risk and other price risk, such as commodity risk. Financial instruments affected by market risk include loans and borrowings and refundable deposits. The sensitivity analysis in the following sections relate to the position as at March 31, 2020 and March 31, 2019. The sensitivity analyses have been prepared on the basis that the amount of net debt and the ratio of fixed to floating interest rates of the debt. The analysis excludes the impact of movements in market variables on: the carrying values of gratuity and other post retirement obligations; provisions. The below assumption has been made in calculating the sensitivity analysis: The sensitivity of the relevant profit or loss item is the effect of the assumed changes in respective market risks. This is based on the financial assets and financial liabilities held at March 31, 2020 and March 31, 2019.

#### Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to the risk of changes in market interest rates relates primarily to the Company's short-term debt obligations with floating interest rates.

The Company manages its interest rate risk by having a balanced portfolio of variable rate borrowings. The Company does not enter into any interest rate swaps.

#### Interest rate sensitivity

The following table demonstrates the sensitivity to a reasonably possible change in interest rates on that portion of loans and borrowings affected. With all other variables held constant, the Company's profit before tax is affected through the impact on floating rate borrowings, as follows:

PARTICULARS	"Increase/decrease in interest rate"	Effect on profit before tax
<b>March 31, 2020</b>	-	-
INR	+1%	(15,48,299)
INR	-1%	15,48,299
<b>March 31, 2019</b>		
INR	+1%	(14,99,280)
INR	-1%	14,99,280

#### a) Credit risk

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The credit risk arises principally from its operating activities (primarily trade receivables) and from its investing activities, including deposits with banks and financial institutions and other financial instruments. Credit risk is controlled by analysing credit limits and creditworthiness of customers on a continuous basis to whom credit has been granted after obtaining necessary approvals for credit. The collection from the trade receivables are monitored on a continuous basis by the receivables team. The Company establishes an allowance for credit loss that represents its estimate of expected losses in respect of trade and other receivables based on the past and the recent collection trend. The maximum exposure to credit risk as at reporting date is primarily from trade receivables. The movement in allowance for credit loss in respect of trade and other receivables during the year was as follows:

Allowance for credit loss	31-Mar-20	31-Mar-19
Opening balance	25,14,470	24,39,212
Credit loss provided/ (reversed)	72,916	75,258
<b>Closing balance</b>	<b>25,87,386</b>	<b>25,14,470</b>

Credit risk on cash and cash equivalent is limited as the Company generally transacts with banks and financial institutions with high credit ratings assigned by international and domestic credit rating agencies.

#### b) Liquidity risk

The Company's objective is to maintain a balance between continuity of funding and flexibility through the use of bank deposits and loans.

The table below summarises the maturity profile of the Company's financial liabilities based on contractual undiscounted payments:

Particulars	On demand	Less than 3 months	3 to 12 months	1 to 5 years	> 5 years	Total
<b>Year ended March 31, 2020</b>						
Borrowings						
Andhra Bank Working Capital Limits	13,34,19,309	-	-	-	-	13,34,19,309
Magma Fincorp		3,54,128	11,68,257	7,24,056		22,46,441
Blacksoil Capital Pvt Ltd		-	1,38,46,152	4,61,53,848		6,00,00,000
Capital First		2,53,228	7,66,544	7,97,382		18,17,154
IVL Finance Ltd		2,90,510	9,51,218	8,30,451		20,72,179
UPF Limited		5,02,232	6,86,470	-		11,88,702
Bajaj finance limited		2,82,464	3,41,146	-		6,23,610
SBI Term Loan		20,00,000	90,00,000	7,56,00,000	8,07,17,715	16,73,17,715
IDFC FIRS Bank		1,87,547	14,95,748	8,30,451		25,13,746
Shriram City Finance Ltd		2,25,493	7,53,881	7,76,101		17,55,475
Daimler Financial Services India Pvt Ltd		1,88,922	13,07,830	24,81,744		39,78,496
BMW India Financial Services Pvt Ltd	-	2,71,235	18,74,881	19,22,411	-	40,68,527
ICICI Bank		1,06,979	3,69,496	11,23,651		16,00,126
Trade payables	-	1,87,18,392	49,56,896	22,55,310	-	2,59,30,598
<b>Year ended March 31, 2019</b>						
Borrowings						
Andhra Bank Working Capital Limits	11,89,88,980	-	-	-	-	11,89,88,980
Magma Fincorp		6,91,285	12,23,024			19,14,309
BlackSol loan				6,00,00,000		6,00,00,000
Capital First		2,11,408	6,96,643	18,17,058		27,25,109
Tata Capital		4,98,833	14,35,761			19,34,594
IVL Finance Ltd		2,44,178	7,99,516	20,72,179		31,15,873
UPF Limited		4,03,595	13,55,168	10,06,119		27,64,882
Bajaj finance limited		5,89,234	6,80,729	6,80,729		25,93,970
SBI Term Loan		5,00,000	45,00,000	3,53,69,059		4,03,69,059
Daimler Financial Services India Pvt Ltd		2,60,808	7,82,424	29,35,263		39,78,496
BMW India Financial Services Pvt Ltd	-	3,46,791	10,40,373	26,81,363	-	40,68,527
Trade payables	-	1,23,63,224	5,65,580		-	1,29,28,804

**39 Capital management**

The Company's policy is to maintain a stable capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business. Management monitors capital on the basis of return on capital employed as well as the debt to total equity ratio. For the purpose of debt to total equity ratio, debt considered is long-term and short-term borrowings. Total equity comprise of issued share capital and all other equity reserves

The capital structure as of March 31, 2018, March 31, 2017 and April 1, 2016 was as follows:

<b>PARTICULARS</b>	<b>31-Mar-20</b>	<b>31-Mar-19</b>
Total equity attributable to the equity shareholders of the Company	15,48,29,944	14,99,28,003
As a percentage of total capital	24.53%	33.08%
Long term borrowings including current maturities	24,66,04,355	12,23,21,927
Short term borrowings	22,96,65,544	18,10,07,214
Total borrowings	47,62,69,899	30,33,29,141
As a percentage of total capital	75.47%	66.92%
<b>Total capital (equity and borrowings)</b>	<b>63,10,99,843</b>	<b>45,32,57,144</b>

**40 COVID-19**

As a result of the outbreak of Covid -19 there was a marginal impact on the operations of the Company during the month of March'2020 in view of the lockdown imposed by the Government authorities. The Management of the Company perceives that the operations of the Company will become normal in due course of time and it has adequate resources to remain in operation for the foreseeable future, and have therefore continued to adopt the going concern basis in preparing the financial statements.

Based on current estimates the Management expects that there will be no significant impact on the carrying amount of Inventories, Receivables and other financial assets.. The impact of COVID-19 on the Company's financial statements may differ from that estimated as at the date of approval of these financial statements

42 The balances of Trade Receivables and Trade payables are subject to confirmation.

43 Prior year comparatives

The figures of the previous year have been regrouped/reclassified, where necessary, to conform with the current year's classification.

As per our report of even date  
for Mahadevan & Co.  
Chartered Accountants  
ICAI Firm Registration Number: 001925S

for and on behalf of the Board of Directors of  
RAVILEELA GRANITES LIMITED  
CIN: L14102AP1990PLC011909

Sd/-  
P Ravindranath Reddy  
Partner  
Membership No.: 021149

Sd/-  
P. Srinivas Reddy  
Managing Director  
DIN: 00359139

Sd/-  
P Samantha Reddy  
Whole time Director cum CFO  
DIN: 00141961

Place: Hyderabad  
Date: 07 Aug 2020

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