



**PHOTON CAPITAL ADVISORS LIMITED**

**36<sup>TH</sup> ANNUAL REPORT  
2020-2021**

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**PHOTON CAPITAL ADVISORS LIMITED**

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|---------------------------------------|---|
| <b>Board of Directors</b>             |   |
| <b>Whole-time Director</b>            | Mrs. SOBHARANI NANDURY  |
| <b>Non-Executive Directors</b>        | Mr. TEJASWY NANDURY<br>Mr. J. NARASIMHA RAO<br>Mr. V.R. SHANKARA<br>Mrs. SUCHITRA NANDURY   |
| <b>Chief Financial Officer</b>        | Mr. SREEDHAR BABU KANURI  |
| <b>Company Secretary</b>              | Ms. NEHA AGARWAL  |
| <b>Auditors</b>                       | M/s M. ANANDAM & CO.,<br>7A, SURYA TOWERS,<br>S.P ROAD, SECUNDRABAD-500 003<br>TEL: 91-40-27812377, 27812034, 27813222<br>Email: info@anandam.in /narayana@anandam.in   |
| <b>Bankers</b>                        | i) KOTAK MAHINDRA BANK LTD,<br>BANJARA HILLS BRANCH, HYDERABAD<br>ii) CANARA BANK (FORMERLY KNOWN AS<br>SYNDICATE BANK), BANJARA HILLS,<br>HYDERABAD  |
| <b>Registered Office</b>              | PLOT NO.90-A, ROAD NO.9,<br>JUBILEE HILLS, HYDERABAD<br>TELANGANA – 500033<br>PHONE NO: +91 9951339995<br>WEBSITE: www.pcalindia.com<br>Email: info@pcalindia.com   |
| <b>Registrar &amp; Transfer Agent</b> | KFIN TECHNOLOGIES PRIVATE LIMITED,<br>SELENIUM BUILDING, TOWER B, PLOT NO.31 & 32,<br>GACHIBOWLI, FINANCIAL DISTRICT,<br>NANAKRAMGUDA, SERILINGAMPALLY,<br>HYDERABAD-500 032,<br>PH: 040-67161606/1602/1771/1776<br>www.kfintech.com; Email: einward.ris@kfintech.com |

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# PHOTON CAPITAL ADVISORS LIMITED

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## NOTICE

Notice is hereby given that the 36<sup>th</sup> Annual General Meeting of the company will be held on Thursday, the 30<sup>th</sup> September, 2021 at 11:00 a.m. at registered office of the Company situated at Plot. No.90-A, Road No.9, Jubilee Hills, Hyderabad – 500 033, Telangana, to transact the following ordinary business :

1. To consider and adopt the audited standalone and consolidated financial statements of the company for the financial year ended 31<sup>st</sup> March, 2021 and the reports of the Board of Directors and Auditors thereon.
2. To appoint a Director in the place of Mrs. Suchitra Nandury having director identification number (00568167) who retires by rotation and being eligible offers herself for re-appointment.
3. To fix the remuneration of statutory auditors for the F.Y. 2021-22.

*// By Order of the Board //*  
For **PHOTON CAPITAL ADVISORS LIMITED**

Place: Hyderabad  
Date: 11.08.2021

**Sd/-**  
**SOBHARANI NANDURY**  
WHOLE TIME DIRECTOR  
DIN: 00567002

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# PHOTON CAPITAL ADVISORS LIMITED

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## NOTES:

1. **A MEMBER ENTITLED TO ATTEND AND VOTE AT THIS ANNUAL GENERAL MEETING MAY APPOINT A PROXY TO ATTEND AND VOTE ON HIS/HER BEHALF. A PROXY NEED NOT BE A MEMBER OF THE COMPANY.**
2. The instrument appointing the proxy should be deposited at the Registered Office of the Company not later than 48 hours before the commencement of the meeting. A Proxy form for the AGM is enclosed. A person can act as a proxy on behalf of members not exceeding fifty and holding in the aggregate not more than ten percent of the total share capital of the Company carrying voting rights. A member holding more than ten percent of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder.
3. Corporate members intending to send their authorised representatives to attend the meeting are requested to send to the Company a certified true copy of the Board Resolution authorising their representative to attend and vote on their behalf at the meeting.
4. The Register of Contracts or arrangements in which Directors are interested, maintained under section 189 of the Companies Act, 2013, will be available for inspection by the members at the AGM.
5. The Register of members and transfer Books of the Company will be closed from 22<sup>nd</sup> September 2021 to 30<sup>th</sup> September 2021 (both days inclusive).
6. The members are requested to –
  - a) Intimate to the Registrars and Transfer Agents of the Company / Depository Participants changes, if any, in their registered addresses at an early date.
  - b) Quote Ledger Folio/Client ID in all the correspondence.
  - c) Bring the copy of the Annual Report and attendance slip with them to the Annual General Meeting.
7. Members desiring any information as regards accounts are requested to write to the Company at least seven days before the date of the meeting to enable the management to keep the information ready at the meeting.
8. All documents referred to in the notice of AGM and statutory registers are open for inspection at the Registered Office of the Company during office hours on all working days except public holidays up to the date of the Annual General meeting.
9. The Company pursuant to Section 108 of Companies Act, 2013 read with Rule 20 of Companies (Management and Administration) Rules, 2014 and as amended from time to time, is extending e-voting facility for its members to enable them to cast their vote electronically instead of participating and voting physically in the Annual General meeting. The Company has appointed Mr. Darga Mabu Basha, Practising Company Secretary who in the opinion of the Board is a duly qualified person, as Scrutinizer who will collate the electronic voting process in a fair and transparent manner.
10. During the voting period, e-voting facility will be available at the link '<https://evoting.kfintech.com>
11. Members are requested to note that the e-voting will open on 26<sup>th</sup> September, 2021 and shall remain open for 4 days i.e. up to 29<sup>th</sup> September, 2021. E-voting shall not be allowed beyond 5 p.m. on 29<sup>th</sup> September, 2021.
12. The procedure and instructions for e-voting are as follows:
  - i. Open your web browser during the voting period and navigate to '<https://evoting.kfintech.com>
  - ii. Enter the login credentials (i.e., User-ID& password) provided to you.
  - iii. Please contact Ms. Neha Agarwal, Compliance officer of the Company on 9951339995, for any further clarifications.

## LOGIN METHOD FOR E-VOTING:

**Applicable only for Individual Members holding securities in Dematerialised mode.**

**Login Method for Individual members holding securities in demat mode is given below:**

As per the SEBI circular dated 9<sup>th</sup> December, 2020 on e-voting facility provided by Listed Companies, Individual members holding securities in dematerialised mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Members are advised to update their mobile number and email Id in their demat accounts in order to access e-voting facility.

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## Individual Members (holding securities in demat mode) login through Depository

| NSDL   | CDSL  |
|--|---|
| <p><b>1. User already registered for IDeAS facility:</b></p> <ol style="list-style-type: none"> <li>Click on URL: <a href="https://eservices.nsdl.com">https://eservices.nsdl.com</a>.</li> <li>Click on the "Beneficial Owner" icon under 'IDeAS' Section</li> <li>Enter your User ID and Password for accessing IDeAS,</li> <li>On successful authentication, you will enter your IDeAS, service login</li> <li>Click on "Access to e-voting".</li> <li>Click on Company name or e-voting service provider and you will be redirected to Kfintech website for casting the vote during the remote e-voting period.</li> </ol>   | <p><b>1. Existing user who have opted for Easi / Easiest</b></p> <ol style="list-style-type: none"> <li>Click on URL: <a href="https://web.cdslindia.com/myeasi/home/login">https://web.cdslindia.com/myeasi/home/login</a> or <a href="https://www.cdslindia.com/">https://www.cdslindia.com/</a> and click on New System Myeasi click on New System Myeasi.</li> <li>Enter your User ID and Password for accessing Easi / Easiest.</li> <li>Click on Company name or e-voting service provider for casting vote during the remote e-voting period.</li> </ol>   |
| <p><b>2. User not registered for IDeAS' e-Services</b></p> <ol style="list-style-type: none"> <li>To register, Click on URL: <a href="http://eservices.nsdl.com/">http://eservices.nsdl.com/</a></li> <li>Select "Register Online for IDeAS"</li> <li>Proceed to complete registration using your DP ID, Client ID, Mobile Number, etc.</li> <li>After successful registration, please follow steps given under Sr. No. 1 above to cast your vote.</li> </ol>  | <p><b>2. User not registered for Easi/Easiest</b></p> <ol style="list-style-type: none"> <li>To register, Click on URL <a href="https://web.cdslindia.com/myeasi/Registration/">https://web.cdslindia.com/myeasi/Registration/</a> Easi/Registration.</li> <li>Proceed to complete registration using your DP ID, Client ID, Mobile Number, etc.</li> <li>After successful registration, please follow steps given under Sr. No.1 above to cast your Vote.</li> </ol>   |
| <p><b>3. By visiting the e-Voting website of NSDL</b></p> <ol style="list-style-type: none"> <li>Click on URL : : <a href="https://www.evoting.nsdl.com/">https://www.evoting.nsdl.com/</a></li> <li>Click on the Button "Login" available under "Shareholder/Member" Section</li> <li>Enter your User ID (i.e. 16-digit demat account number held with NSDL), login type, Password / OTP and Verification code as shown on the screen</li> <li>On successful authentication, you will enter the e-Voting module of NSDL</li> <li>Click on Company name or e-voting service provider and you will be redirected to Kfintech website for casting the vote during the remote e-voting period.</li> </ol> | <p><b>3. By visiting the e-Voting website of CDSL</b></p> <ol style="list-style-type: none"> <li>Click on URL: <a href="http://www.cdslindia.com">www.cdslindia.com</a>.</li> <li>Provide demat account number and PAN</li> <li>System will authenticate the user by sending OTP on registered mobile &amp; email as recorded in the demat account</li> <li>On successful authentication, you will enter the e-Voting module of CDSL</li> <li>Click on Company name e-Voting service provider and you will be redirected to Kfintech website for casting the vote during the remote e-voting period.</li> </ol> |

## Individual Members (holding securities in demat mode) login through their depository participants.

You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. Once logged in, you will be able to see the e-Voting option. Click on e-Voting option and you will be redirected to NSDL/CDSL Depository site after successful authentication. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period.

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

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|  |  |
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| Members facing any technical issue-NSDL  | Members facing any technical issue-CSDL  |
| Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at toll free no.: 1800 1020 990 and 1800 22 44 30 | Members facing any technical issue in login can contact CSDL helpdesk by sending a request at helpdesk.evoting@cDSLindia.com or contact at 022-23058738 or 22-23058542-43. |

**Login method for non-individual Members and Members holding shares in physical form are given below:**

**Procedure and Instructions for remote e-voting are as under:**

- Initial password is provided in the body of the email.
- Launch internet browser and type the URL: <https://evoting.kfintech.com> in the address bar.
- Enter the login credentials i.e. User ID and password mentioned in your email. Your Folio No./DP ID Client ID will be your User ID. However, if you are already registered with RTA for e-voting, you can use your existing User ID and password for casting your votes.

**User ID: For Members holding shares in Demat Form:-**

For NSDL: 8 character DP ID followed by 8 digits Client ID.

For CDSL: 16 digits beneficiary ID.

User ID: For members holding shares in Physical Form:

Event Number followed by Folio No. registered with the Company.

**Password:** Your unique password is sent via e-mail forwarded through the electronic notice

**Captcha:** Please enter the verification code i.e. the alphabets and numbers in the exact way as they are displayed for security reasons

- After entering the details appropriately, click on LOGIN.
- You will reach the password change menu wherein you will be required to mandatorily change your password. The new password shall comprise of minimum 8 characters with at least one upper case (A-Z), one lower case (a-z), one numeric value (0-9) and a special character (@, #, \$, etc.). It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- You need to login again with the new credentials.
- On successful login, the system will prompt you to select the EVENT of the Company i.e. Photon Capital Advisors Limited.
- On the voting page, the number of shares (which represents the number of votes) held by you as on the cut-off date will appear. If you desire to cast all the votes assenting/dissenting to the resolution, enter all shares and click 'FOR' / 'AGAINST' as the case may be or partially in 'FOR' and partially in 'AGAINST', but the total number in 'FOR' and/or 'AGAINST' taken together should not exceed your total shareholding as on the cut-off date. You may also choose the option 'ABSTAIN' and the shares held will not be counted under either head.
- Members holding multiple folios/demat accounts shall choose the voting process separately for each folio/demat account.
- Cast your votes by selecting an appropriate option and click on 'SUBMIT'. A confirmation box will be displayed. Click 'OK' to confirm, else 'CANCEL' to modify. Once you confirm, you will not be allowed to modify your vote subsequently. During the voting period, you can login multiple times till you have not been confirmed that you have voted on the resolution.
- Corporate/institutional members (i.e. other than individuals, HUF, NRI, etc.) are required to send scanned image(pdf/jpg format) of certified true copy of relevant board resolution/authority letter etc. together with attested specimen signature of the duly authorised signatory (ies) who is/are authorised to vote, to the Scrutinizer through email at [vbssprasad@gmail.com](mailto:vbssprasad@gmail.com) and may also upload the same in the e-voting module in their login.

Pursuant to Regulation 44 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company is providing the facility to its Members holding shares in physical or dematerialized form as on the Cut-off date, being 23<sup>rd</sup> September, 2021 (For Agenda items 1 to 3) to exercise their right to vote by electronic means i.e. remote e-voting, on the business specified in the Notice convening the AGM of the Company as mentioned above.

| EVEN (e-Voting Event Number) | USER ID | Password / PAN |
|------------------------------|---------|----------------|
|                              |         |                |

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## PHOTON CAPITAL ADVISORS LIMITED

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**Your user ID and password for this purpose are furnished below :**

Note: If you forget your password, you can reset your password by using "Forgot user details/Password" option available on <https://evoting.kfintech.com>

Kindly note that, the remote E-voting portal will open for voting from 10.00 a.m. on 26<sup>th</sup> September, 2021 and will remain open throughout on all the days up to 5.00 p.m. on 29<sup>th</sup> September, 2021 (both days inclusive). If you desire to cast your vote by using remote e-voting, you can do so by accessing the link <https://evoting.kfintech.com> and logging-in by using your user ID and password, as above, during the period when the portal is open for E-voting.

Please note that once you have cast your vote, you will not be allowed to modify it subsequently.

E-Voting is optional and those who have not exercised remote E-Voting option can cast their votes at the voting to be conducted during the AGM at Venue on Monday, 30<sup>th</sup> September 2021, as per instructions provided in the Notice of AGM.

In case of any query, you may refer to the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the Downloads sections of <https://evoting.kfintech.com> or contact Mr Raghu veedha, KFin Technologies Pvt Ltd. ( Unit –Photon Capital Advisors Limited) at email : [einward.ris@kfintech.com](mailto:einward.ris@kfintech.com) or contact at Phone No : 1-800-309-4001 (toll free).

13. Those members who have registered their email IDs with the Company / their respective Depository Participants are being forwarded Annual report containing the login ID and password for e-voting along with process, manner and instructions by e- mail.For others the copy of Annual report can be downloaded from the Company's website : [www.pcalindia.com](http://www.pcalindia.com) and BSE Limited website : [bseindia.com](http://bseindia.com).
14. The Company has appointed Mr. Darga Mabu Basha, Practising Company Secretary, as Scrutinizer for conducting the e-voting process for the Annual General Meeting in a fair and transparent manner.
15. The Scrutinizer shall within a period not exceeding three working days from the conclusion of the e-voting period unlock the votes in the presence of at least two witnesses not in the employment of the Company and make Scrutinizer's Report of the votes cast in favour or against, if any, forthwith to the Chairman / Whole Time Director of the Company.
16. Corporate/Institutional Members (corporate/FIs/FILs/Trust/Mutual Funds/Banks, etc..) are required to send scan (PDF format) of the relevant Board resolution to the Scrutinizer through e-mail to [basha@sgpassociates.com](mailto:basha@sgpassociates.com) with a copy to [evoting@kfintech.com](mailto:evoting@kfintech.com). The file scanned image of the Board Resolution should be in the naming format "Corporate Name\_ Event no."
17. Once the vote on the resolution is cast by the shareholder, he shall not be allowed to change it subsequently.
18. The members who have cast their vote by remote-voting prior to the meeting may also attend the meeting, but shall not be entitled to cast their vote again.



# PHOTON CAPITAL ADVISORS LIMITED

## DIRECTORS' REPORT

To,  
The Members of  
PHOTON CAPITAL ADVISORS LIMITED

Your Directors are pleased to present the 36<sup>th</sup> Annual Report together with audited standalone and consolidated financial statements of the Company for the financial year ended 31<sup>st</sup> March, 2021.

### FINANCIAL RESULTS

(Amount in Lakhs)

| PARTICULARS              | Standalone |         | Consolidated |         |
|--------------------------|------------|---------|--------------|---------|
|                          | 2020-21    | 2019-20 | 2020-21      | 2019-20 |
| Revenue from operations  | 0.62       | 12.22   | 0.62         | 12.22   |
| Other Income             | 0.05       | 0.11    | 38.77        | 0.11    |
| Total Revenue            | 0.67       | 12.33   | 39.39        | 12.33   |
| Total Expenses           | 40.94      | 43.02   | 41.58        | 55.68   |
| Profit/(loss) before tax | (40.27)    | (30.69) | (2.19)       | (43.35) |
| Tax Expenses :           |            |         |              |         |
| Current Tax              |            |         |              |         |
| Deferred Tax             | (11.83)    | (4.73)  | (11.97)      | (5.21)  |
| Profit/(loss) after tax  | (52.11)    | (35.42) | (14.16)      | (48.56) |
| Profit for the Period    | (52.11)    | (35.42) | (14.16)      | (48.56) |

### REVIEW OF OPERATIONS:

During the financial year under review, the company has made revenue of Rs. 0.62 lakhs from operations and Rs. 0.05 lakhs from other income aggregating to Rs. 0.67 lakhs and posted a net loss of Rs. (52.11) lakhs as per the audited standalone financials for the financial year 2020-21.

During the financial year under review, the company has made revenue of Rs. 0.62 lakhs from operations and Rs. 38.77 lakhs from other income aggregating to Rs. 39.39 lakhs and posted a net loss of Rs. (14.16) lakhs as per the audited consolidated financials for the financial year 2020-21.

The equity market continues to be very challenging to operate in. Your company is evaluating various other asset classes including debt, commodities and currency futures. However, the debt market continues to present very low yields due to pandemic easing and the commodities market is in a strong uptrend marked by deep volatility, which may result in very significant impact on the profits. So your company continues to evaluate opportunities in this challenging environment.

### SUBSIDIARIES:

Your Board of Directors has reviewed the affairs of Nicos Consulting Private Limited, Subsidiary Company and included the audited consolidated financial statements for the financial year 2020-21 in this Annual Report, as required under Section 134 of the Companies Act 2013. The statement containing the salient features of the financial statement of a company's subsidiaries in form AOC-1 is enclosed as **Annexure-I**.

### MANAGEMENT DISCUSSION AND ANALYSIS:

#### Industry structure and developments:

Except some regulatory changes made by the RBI, there have been no substantial changes in the NBFC industry as a whole.

#### Opportunities and threats:

The stock market remains in a risky zone. Government securities offer some possibilities. Your company is in a cautious stance and is not in a hurry to act.

#### Segment-wise or product-wise performance:

Since the Company does not operate in multiple sectors/segments, the segment wise performances of the financials are not applicable.

#### Outlook:

The near term outlook remains cloudy because of various measures that the government has taken to improve overall functioning of the economy. However, in the long term, given favourable demographics and under penetration of various sectors, the investment outlook remains very bright. Excessive valuations in public markets are also a matter of concern.

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## **Risks and concerns:**

Your Company has continued to minimize risks from external factors and has constantly preferred and adopted methods and systems in its economic activities with low element of risk. In the current and future years, your company will further strengthen and bolster its efforts to minimize or negate all risk factors. However, external factors of foreign currencies and impact of global slowdown, currency corrections of other large growing economies do cause concern to all enterprises and your company does consider this as a concern. Nevertheless, such factors will be dealt with caution and adequate foresight.

## **Internal financial control systems and their adequacy:**

The Company has an Internal Control System commensurate with the size, scale and complexity of its operations. The scope and authority of the Internal Audit (IA) function is defined in the Internal Audit Charter. To maintain its objectivity and independence, the Internal Audit function reports to the Chairman of the Audit Committee of the Board.

The Internal Audit Department monitors and evaluates the efficacy and adequacy of internal control system in the Company, its compliance with operating systems, accounting procedures and policies at all locations of the Company and its subsidiaries. Based on the report of internal audit function, process owners undertake corrective action in their respective areas and thereby strengthen the controls. Significant audit observations and corrective actions thereon are presented to the Audit Committee of the Board.

## **Material developments in Human Resources / Industrial Relations front, including number of people employed:**

No major changes in employee's recruitment during the financial year under review. The company has not made significant development in human resources.

## **DIVIDEND:**

During the financial year under review, your board of directors do not recommend any dividend.

## **TRANSFER TO RESERVES:**

During the financial year under review, no amount has been transferred to the reserves.

## **BOARD OF DIRECTORS AND KEY MANAGERIAL PERSONNEL (KMP):**

During the financial year under review, there is no change in constitution of Board of Directors of Company.

As per the provisions of section 152 of the Companies Act, 2013, Mrs. Suchitra Nandury, who retires by rotation at the ensuing Annual General Meeting and being eligible offer herself for re-appointment. The board recommends her re-appointment.

## **BOARD MEETINGS:**

Five (05) meetings of the Board of Directors were held during the financial year and the details are given in paragraph 2 (d) of Corporate Governance report attached to this Annual Report.

## **COMPLIANCE OF SECRETARIAL STANDARDS:**

During the period under review, company has complied with all the applicable secretarial standards, notified under sec 118 (10) of the Companies Act, 2013.

## **EXTRACT OF ANNUAL RETURN:**

Pursuant to section 92(3) of the Companies Act, 2013 ('the Act') and rule 12(1) of the Companies (Management and Administration) Rules, 2014, extract of annual return in form MGT-9 is enclosed as **Annexure II**. The copy of extract of annual return is available at [www.pcalindia.com](http://www.pcalindia.com).

## **PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS:**

The company has not granted any loans or given any guarantees covered under the provisions of section 186 of the Companies Act, 2013.

## **RELATED PARTY TRANSACTIONS:**

All transactions entered into with Related Parties as defined under the Companies Act, 2013 and regulation 23 of SEBI (LODR) Regulations, 2015, during the financial year were in the ordinary course of business and on an arm's length pricing basis. There were no materially significant transactions with related parties during the financial year which were in conflict with the interest of the Company. Suitable disclosure as required by the Accounting Standards has been made in the notes to the financial statements. The details of related party transactions for the Financial Year 2020-21 is enclosed as **Annexure-III**.

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## **CORPORATE SOCIAL RESPONSIBILITY:**

In terms of section 135 of the Companies Act, 2013, every company having net worth of rupees five hundred crore or more, or turnover of rupees one thousand crore or more or a net profit of rupees five crore or more during the immediately preceding financial year shall constitute CSR Committee and formulate a Corporate Social Responsibility (CSR) Policy. Since, the Company does not fall under the said criteria during the immediately preceding financial year, the provisions of Sec 135 of the Companies Act, 2013, Schedule VII and the rules made thereunder are not applicable to the Company.

Accordingly, a report on CSR activities as per rule 9 of the Companies (Corporate Social Responsibility) Rules, 2014 is not applicable.

## **CONSERVATION OF ENERGY, TECHNOLOGY, ABSORPTION & FOREIGN EXCHANGE EARNINGS AND OUT GO:**

The required information as per section 134(3)(m) of the Companies Act 2013, is provided hereunder:

### **CONSERVATION OF ENERGY:**

The Company has been continuously making efforts to reduce energy consumption. The management is striving to achieve cost reduction by economical usage of energy and to bring a general awareness about energy conservation among employees.

(i) The steps taken or impact on conservation of energy:

The company does not fall in those lists of industries which consumes high energy resources, However the company making efforts to reduce the energy consumption.

(ii) The steps taken by the company for utilizing alternate source of energy:

Not applicable

(iii) The capital investment on energy conservation equipment:

No capital investment made as the company is consuming very less energy.

### **TECHNOLOGY ABSORPTION & FOREIGN EXCHANGE EARNINGS AND OUT GO:**

There was no technology absorption and no foreign exchange earnings or outgo, during the year under review. Hence, the information as required under section 134(3)(m) of the Companies Act, 2013 read with The Companies (Accounts) Rules, 2014 is to be regarded as Nil.

The Company has not entered into any technology transfer agreement.

### **PARTICULARS OF EMPLOYEES:**

The Company has not employed any individual whose remuneration exceeds the limits prescribed under the provisions of section 197 of the Companies Act, 2013, read with Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

### **STATUTORY AUDITORS:**

M/s.M.Anandam & Co, Chartered Accountants, Hyderabad, have been appointed as statutory auditors of Company for a period of five years in the AGM held for the F.Y. 2016-17. Accordingly, they will continue as auditors of the company till 31.03.2022. The Board has recommended the remuneration of auditors for the F.Y. 2020-21 to the members at the ensuing annual general meeting.

### **INTERNAL AUDITORS:**

Pursuant to section 138 of the Companies Act, 2013, the Board in its meeting held on 29.06.2020 has appointed M/s. Bashetty & Joshi, Chartered Accountants, Hyderabad, as Internal Auditors of the company for the financial year 2020-21.

### **SECRETARIAL AUDITOR:**

Pursuant to the provisions of section 204 of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Board has appointed M/s. SGP & Associates, Company Secretaries, a firm of Company Secretaries in Practice to undertake the Secretarial Audit of the Company and the Report on the Secretarial Audit for the financial year 2020-21 is enclosed herewith as **Annexure IV**.

### **DETAILS FRAUDS REPORTED BY AUDITORS U/S 143:**

The auditors have not reported any frauds pursuant to sec.143 (12) of the Companies Act, 2013. Hence, the information to be provided pursuant to section 134 (3) (ca) of the Companies Act, 2013, may be treated as **NIL**.

### **CONSOLIDATED FINANCIAL STATEMENTS:**

The consolidated financial statements of the Company prepared in accordance with relevant Accounting Standards issued by the Institute of Chartered Accountants of India form part of this Annual Report.

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# PHOTON CAPITAL ADVISORS LIMITED

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## CORPORATE GOVERNANCE:

As a listed company, necessary measures have been taken to comply with the listing obligatory Disclosure Requirements (LODR Regulations) with the BSE Ltd, Mumbai. A report on Corporate Governance, along with a certificate of compliance from the Auditors, forms part of this Report as **Annexure- V**.

## STATEMENT ON DECLARATION GIVEN BY INDEPENDENT DIRECTORS:

Pursuant to section 134 (3) (d) of the Companies Act, 2013, a statement shall be made on declaration given by Independent Directors under sec 149 (6) of the Companies Act, 2013 in the Board report.

The Board has received declarations from the Independent Directors, as required under Sec 149 (7) of the Companies Act, 2013 stating the fulfilment of criteria mentioned in the sub section (6) of Sec 149 of the Companies Act, 2013 and the rules made thereunder and recorded the same in the board meeting held on 29.06.2020.

## NOMINATION AND REMUNERATION POLICY CRITERIA FOR SELECTION AND REMUNERATION OF DIRECTORS, KMP AND EMPLOYEES:

The Nomination and Remuneration Committee of the Board, comprises two Independent Non-Executive Directors namely Mr. Narasimha Rao Joga, Mr. V.R. Shankara and one Non-Independent Non-Executive Director, namely Mrs. Suchitra Nandury.

The key features of the Nomination and Remuneration Policy as framed by the Nomination and Remuneration Committee are set out below:

### Selection criteria for Directors:

The Company shall consider the following aspects while appointing a person as a Director on the Board of the Company:

**Skills and Experience:** The candidate shall have appropriate skills and experience in one or more fields of finance, law, management, sales, marketing, administration, public administrative services, research, corporate governance, technical operations or any other discipline related to the Company's business.

**Age Limit:** The candidate should have completed the age of twenty-one (21) years and should not have attained the age of seventy (70) years for appointment as Managing Director or Whole Time Director.

**Conflict of Interest:** The candidate should not hold Directorship in any competitor company and should not have any conflict of interest with the Company.

**Directorship:** The number of companies in which the candidate holds Directorship should not exceed the number prescribed under the Act.

**Independence:** The candidate proposed to be appointed as an Independent Director should not have any direct or indirect material pecuniary relationship with the Company and must satisfy the requirements imposed under the Act.

The policy provides that while appointing a Director to the Board, due consideration will be given to approvals of the Board and/or shareholders of the Company in accordance with the Act.

### Remuneration for Directors, KMP and other Employees:

The policy provides that the remuneration of Directors, KMP and other employees shall be based on the following key principles:

- Pay for performance: Remuneration of Executive Directors, KMP and other employees is a balance between fixed and incentive pay reflecting short and long term performance objectives appropriate to the working of the Company and its goal. The remuneration of Non-Executive Directors shall be decided by the Board based on the profits of the Company and industry benchmarks.
- Balanced rewards to create sustainable value: The level and composition of remuneration is reasonable and sufficient to attract, retain and motivate the Directors and employees of the Company and encourage behaviour that is aligned to sustainable value creation.
- Competitive compensation: Total target compensation and benefits are comparable to peer companies in the industry and commensurate to the qualifications and experience of the concerned individual.
- Business Ethics: Strong governance processes and stringent risk management policies are adhered to in order to safeguard our stakeholders' interest. The Nomination and Remuneration Policy may be accessed on the Company's website at the link: <http://www.pcalindia.com>

## REPLIES TO THE QUALIFICATIONS OF THE AUDITORS UNDER 134 (3) (f):

Since no qualifications have been reported in the Audit report, the Board of Directors need not give any replies in the Annual report.

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# PHOTON CAPITAL ADVISORS LIMITED

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## **MATERIAL CHANGES AND COMMITMENTS OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR AND THE DATE OF THE REPORT AFFECTING THE FINANCIAL POSITION OF THE COMPANY:**

There were no material changes from the end of the financial year till the date of this report, affecting the financial position of the Company.

## **DETAILS OF DEPOSITS UNDER CHAPTER V:**

The company has not accepted deposits from the members/public falling within the meaning of section 73 and/or Sec 76 of the Companies Act, 2013 and the companies (Acceptance of Deposits) Rule, 2014. Accordingly, furnishing of the details of deposits which are not in compliance with the requirements of Chapter V of the Companies Act, 2013 does not arise.

## **MAINTENANCE OF COST RECORDS:**

The requirement of maintenance of cost records as specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013 is not applicable to the Company. Accordingly, the Company has not maintained such accounts and records for the financial year under review.

## **FORMAL ANNUAL EVALUATION MADE BY THE BOARD OF ITS OWN PERFORMANCE AND OF ITS COMMITTEES AND INDIVIDUAL DIRECTORS:**

Keeping in view the various provisions of the Companies Act, 2013 and SEBI (LODR) Regulations, 2015 in regard to dealing with powers, duties and functions of the Board of Directors of the Company, your Company has adopted criteria for evaluating the performance of its Board, Committees and other Directors including Independent Directors applicable from the financial year 2020-21. The said criteria contemplate evaluation of Directors based on their performance as directors apart from their specific role as independent, non-executive and executive directors as mentioned below:

- a. Executive Directors, being evaluated as Directors as mentioned above, will also be evaluated on the basis of targets / criteria given to executive Directors by the board from time to time as well as per their terms of appointment.
- b. Independent Directors, being evaluated as a Director, will also be evaluated on meeting their obligations connected with their independence criteria as well as adherence with the requirements of professional conduct, roles, functions and duties specifically applicable to Independent Directors as contained in Schedule IV to the Companies Act, 2013.

The criteria also specifies that the Board would evaluate each committee's performance based on the mandate on which the committee has been constituted and the contributions made by each member of the said committee in effective discharge of the responsibilities of the said committee. The Board of Directors of your company has made annual evaluation of its performance, its committees and directors for the financial year 2020-21 based on afore stated criteria.

## **DISCLOSURES:**

### **Enquiry Committee:**

The Enquiry Committee comprises three members namely Mr. Narasimha Rao (Chairman & Independent Director), Mr. V.R. Shankara (Independent Director) and Mrs. Suchitra Nandury (Non-Independent Director).

### **Audit Committee:**

The Audit Committee comprises three members namely Mr.J. Narasimha Rao (Chairman & Independent Director), Mr. V.R. Shankara (Independent Director) and Mrs.Suchitra Nandury (Non-Independent Director). All the recommendations made by the Audit Committee were taken on note by the Board.

### **Vigil Mechanism:**

The Vigil Mechanism of the Company, which also incorporates a whistle blower policy in terms of the SEBI (LODR) Regulations, 2015, includes Vigilance and Ethics officer, Senior executive of the Company. Protected disclosures can be made by a whistle blower through an e-mail, or telephone or a letter to the officer or to the Chairman of the Audit Committee. The Policy on vigil mechanism and whistle blower policy may be accessed on the Company's website at the link: <http://www.pcalindia.com>.

# PHOTON CAPITAL ADVISORS LIMITED

## DETAILS PERTAINING TO REMUNERATION AS REQUIRED UNDER SECTION 197(12) OF THE COMPANIES ACT, 2013 READ WITH RULE 5(1) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014

- (i) The percentage increase in remuneration of each Director, Chief Financial Officer and Company Secretary during the financial year 2020-21 and ratio of the remuneration of each Director to the median remuneration of the employees of the Company for the financial year 2020-21, are as under:

| Sl No | Name of Director/KMP and Designation              | Remuneration of Director/KMP for financial year 2020-21 | % increase in Remuneration in the Financial Year 2020-21 | Ratio of remuneration of each Director to median remuneration of employees |
|-------|---|---|--|--|
| 1.    | Mr. Tejaswy Nandury, Director                     | Nil   | Nil  | Nil  |
| 2.    | Mr. Narasimha Rao Joga, Director                  | Nil   | Nil  | Nil  |
| 3.    | Mr. V.R. Shankara, Director                       | Nil   | Nil  | Nil  |
| 4.    | Mrs. Sobha Rani Nandury, Whole Time Director      | Nil   | Nil  | Nil  |
| 5.    | Mrs. Suchitra Nandury, Director                   | Nil   | Nil  | Nil  |
| 6.    | MS. Neha Agarwal, Company Secretary               | 2,16,000  | 2.85   |  |
| 7.    | Mr. Sreedhar Babu Kanuri, Chief Financial Officer | 14,60,800   | 10.76  |  |

- (ii) The median monthly remuneration of employees of the Company during the financial year was Rs. 31,455/-
- (iii) In the financial year, there was an increase of 8.09% in the median monthly remuneration of employees;
- (iv) There were 4 (Four) permanent employees on the rolls of Company as on March 31, 2021;
- (v) Average percentage increase made in the salaries of employees other than the managerial personnel in the last financial year i.e. 2019-20 was 10.02% whereas the increase in the managerial remuneration for the same financial year was 10.88% and it is hereby affirmed that the remuneration paid is as per the Remuneration Policy for Directors, Key Managerial Personnel and other Employees.

### GENERAL:

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

- Details relating to deposits covered under Chapter V of the Act.
- Issue of equity shares with differential rights as to dividend, voting or otherwise.
- Issue of Employee stock option Scheme.
- Issue of shares (including sweat equity shares) to employees of the Company under any scheme.
- Whole-time Directors of the Company did not receive any remuneration or commission from any of its subsidiaries.
- No significant or material orders were passed by the Regulators or Courts or Tribunals which impact the going concern status and Company's operations in future.

Your Directors further state that during the financial year under review, there were no cases filed pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal Act, 2013).

### DIRECTORS RESPONSIBILITY STATEMENT:

Pursuant to the provisions of Sec 134(3)(c) of the Companies Act, 2013 the Board of Directors of your Company hereby certifies and confirms that:

- In the preparation of the standalone and consolidated Annual financial statements, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- The Directors have selected such accounting policies and applied them consistently and made judgements 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 loss of the Company for that financial year;
- The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the Assets of the Company and for preventing and detecting fraud and other irregularities;

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## **PHOTON CAPITAL ADVISORS LIMITED**

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- d. The Directors have prepared the Annual financial statements on a going concern basis;
- e. The directors, has laid down internal financial control to be followed by the company and that such internal financial controls are adequate and 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.

### **ACKNOWLEDGEMENTS:**

Your Directors gratefully acknowledge the support and co-operation extended by all the shareholders, customers, bankers, mutual funds, share brokers to your company during the financial year and look forward to their continued support.

Your Directors also place on record their appreciation of the dedication and commitment displayed by the employees of the company.

**// On behalf of the Board //**  
**For PHOTON CAPITAL ADVISORS LIMITED**

Place: Hyderabad  
Date : 11.08.2021

**Sd/-**  
**V R SHANKARA**  
DIRECTOR  
DIN:00041705

**Sd/-**  
**SOBHARANI NANDURY**  
WHOLE-TIME DIRECTOR  
DIN: 00567002

# PHOTON CAPITAL ADVISORS LIMITED

ANNEXURE 'I'

## FORM AOC-1

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

### Part "A": Subsidiaries

(Information in respect of each subsidiary to be presented with accounts in Rs.)

|     |   |                                   |
|-----|---|-----------------------------------|
| 1.  | Sl. No.   | 1                                 |
| 2.  | Name of the subsidiary  | Nicoso Consulting Private Limited |
| 3.  | The date since when subsidiary was acquired   | 21.11.2018                        |
| 4.  | Reporting period for the subsidiary concerned, if different from the holding company's reporting period                     | NA                                |
| 5.  | Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries | NA                                |
| 6.  | Share capital   | 6,00,00,000                       |
| 7.  | Reserves & surplus  | (22,13,357)                       |
| 8.  | Total assets  | 5,77,96,643                       |
| 9.  | Total Liabilities   | 5,77,96,643                       |
| 10. | Investments   | 5,73,05,593                       |
| 11. | Turnover  | —                                 |
| 12. | Profit before taxation  | 38,08,342                         |
| 13. | Tax expense :<br>Current tax<br>Deferred tax  | (13,494)                          |
| 14. | Profit after taxation   | 37,94,848                         |
| 15. | Proposed Dividend   | NA                                |
| 16. | Extent of shareholding (in percentage)  | 99.83                             |

// On behalf of the Board //  
For PHOTON CAPITAL ADVISORS LIMITED

Sd/-  
V R SHANKARA  
DIRECTOR  
DIN: 00041705

Sd/-  
SOBHARANI NANDURY  
WHOLE-TIME DIRECTOR  
DIN: 00567002

Place: Hyderabad  
Date : 11.08.2021



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# PHOTON CAPITAL ADVISORS LIMITED

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## Part "B": Associates and Joint Ventures

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

| Name of Associates / Joint Ventures |  |  |
|-------------------------------------|--|--|
| 1.                                  | Latest audited Balance Sheet Date  |  |
| 2.                                  | Date on which the Associate or Joint Venture was associated or acquired    |  |
| 3.                                  | Shares of Associate / Joint Ventures held by the company on the year end   |  |
|                                     | No.  |  |
|                                     | Amount of Investment in Associates / Joint Venture                         |  |
|                                     | Extent of Holding (in percentage)  |  |
| 4.                                  | Description of how there is significant influence                          |  |
| 5.                                  | Reason why the associate / joint venture is not consolidated               |  |
| 6.                                  | Net worth attributable to Shareholding as per latest audited Balance Sheet |  |
| 7.                                  | Profit / Loss for the year   |  |
|                                     | i. Considered in consolidation   |  |
|                                     | ii. Not considered in consolidation  |  |

*// On behalf of the Board //*  
**For PHOTON CAPITAL ADVISORS LIMITED**

Place: Hyderabad

Date : 11.08.2021

**Sd/-**  
**VR SHANKARA**  
DIRECTOR  
DIN: 00041705

**Sd/-**  
**SOBHARANI NANDURY**  
WHOLE-TIME DIRECTOR  
DIN: 00567002

# PHOTON CAPITAL ADVISORS LIMITED

ANNEXURE 'II' TO THE BOARD'S REPORT

**FORM NO. MGT-9  
EXTRACT OF ANNUAL RETURN**

As on the financial year ended 31.03.2021

[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:-   | L65910TG1983PLC004368   |
| ii)  | Registration Date   | 31 <sup>st</sup> December 1983  |
| iii) | Name of the Company   | PHOTON CAPITAL ADVISORS LIMITED   |
| iv)  | Category / Sub-Category of the Company                                    | Company having Share Capital  |
| v)   | Address of the Registered office and contact details                      | Plot. No.90-A, Road No.9, Jubilee Hills, Hyderabad -500 033, Telangana.<br>Tel No: +91 9951339995<br>E-mail ID: info@pcalindia.com,<br>Website: www.pcalindia.com   |
| vi)  | Whether listed company Yes / No   | Yes   |
| vii) | Name, Address and Contact details of Registrar and Transfer Agent, if any | KFin Technologies Private Limited.<br>Selenium Building, Tower B,<br>Plot No. 31&32, Gachibowli,<br>Financial District, Nanakramguda,<br>Serilingampally, Hyderabad - 500 032<br>Ph: 040 - 67161606/1602/1776/1771.<br>Email Id : einward.ris@kfinitech.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 as stated

| S.No. | Name and Description of main products / services           | NIC Code of the Product/ service | % to total turnover of the company |
|-------|--|----------------------------------|------------------------------------|
| 1.    | Activities auxiliary to financial service activities n.e.c | 66190                            | 100                                |

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

| S.No. | Name And Address Of The Company  | CIN / GLN              | Holding / Subsidiary / Associate | % of shares held | Applicable Section |
|-------|----------------------------------|------------------------|----------------------------------|------------------|--------------------|
| 1     | Nicos Consulting Private Limited | U74999TG2018 PTC125717 | Subsidiary                       | 99.83            | 2(87)              |

**IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity) :**

**i) Category-wise Share Holding**

| 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 |                          |
| <b>A. Promoter</b>       |   |          |        |                   |   |          |        |                   |                          |
| <b>1. Indian</b>         |   |          |        |                   |   |          |        |                   |                          |
| a. Individual/ HUF       | 984958  | 0        | 984958 | 65.07             | 984958                                    | 0        | 984958 | 65.07             | 0                        |
| b. Cent. Govt.           | 0   | 0        | 0      | 0                 | 0   | 0        | 0      | 0                 | 0                        |
| c. State Govt.           | 0   | 0        | 0      | 0                 | 0   | 0        | 0      | 0                 | 0                        |
| d. Bodies Corp.          | 148631  | 0        | 148631 | 9.82              | 148631                                    | 0        | 148631 | 9.82              | 0                        |

# PHOTON CAPITAL ADVISORS LIMITED

| 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 |                          |
| e. Bank/ FI  | 0   | 0             | 0              | 0                 | 0   | 0             | 0              | 0                 | 0                        |
| f. Any Other   | 0   | 0             | 0              | 0                 | 0   | 0             | 0              | 0                 | 0                        |
| <b>Sub-Total-A-(1)</b>   | <b>1133589</b>                                  | <b>0</b>      | <b>1133589</b> | <b>74.89</b>      | <b>1133589</b>                            | <b>0</b>      | <b>1133589</b> | <b>74.89</b>      | <b>0</b>                 |
| <b>2. Foreign</b>  |   |               |                |                   |   |               |                |                   |                          |
| a. NRI-Ind/HUF   | 0   | 0             | 0              | 0                 | 0   | 0             | 0              | 0                 | 0                        |
| b. Other Ind.  | 0   | 0             | 0              | 0                 | 0   | 0             | 0              | 0                 | 0                        |
| c. Body Corp.  | 0   | 0             | 0              | 0                 | 0   | 0             | 0              | 0                 | 0                        |
| d. Bank/ FI  | 0   | 0             | 0              | 0                 | 0   | 0             | 0              | 0                 | 0                        |
| e. Any   | 0   | 0             | 0              | 0                 | 0   | 0             | 0              | 0                 | 0                        |
| <b>Sub Total- A (2)</b>  | <b>0</b>  | <b>0</b>      | <b>0</b>       | <b>0</b>          | <b>0</b>                                  | <b>0</b>      | <b>0</b>       | <b>0</b>          | <b>0</b>                 |
| <b>Total SH of Promoter (1+2)</b>  | <b>1133589</b>                                  | <b>0</b>      | <b>1133589</b> | <b>74.89</b>      | <b>1133589</b>                            | <b>0</b>      | <b>1133589</b> | <b>74.89</b>      | <b>0</b>                 |
| <b>B. Public Share holding</b>   |   |               |                |                   |   |               |                |                   |                          |
| <b>1. Institution</b>  |   |               |                |                   |   |               |                |                   |                          |
| a. Mutual Funds  | 0   | 0             | 0              | 0                 | 0   | 0             | 0              | 0                 | 0                        |
| b. Bank/ FI  | 0   | 0             | 0              | 0                 | 0   | 0             | 0              | 0                 | 0                        |
| c. Cent. Govt.   | 0   | 0             | 0              | 0                 | 0   | 0             | 0              | 0                 | 0                        |
| . State Govt.  | 0   | 0             | 0              | 0                 | 0   | 0             | 0              | 0                 | 0                        |
| e. Venture Capital   | 0   | 0             | 0              | 0                 | 0   | 0             | 0              | 0                 | 0                        |
| f. Insurance Co.   | 0   | 0             | 0              | 0                 | 0   | 0             | 0              | 0                 | 0                        |
| g. FIs   | 0   | 0             | 0              | 0                 | 0   | 0             | 0              | 0                 | 0                        |
| h. Foreign Venture Capital Fund  | 0   | 0             | 0              | 0                 | 0   | 0             | 0              | 0                 | 0                        |
| i. Other   | 0   | 0             | 0              | 0                 | 0   | 0             | 0              | 0                 | 0                        |
| <b>Sub-Total-B (1)</b>   | <b>0</b>  | <b>0</b>      | <b>0</b>       | <b>0</b>          | <b>0</b>                                  | <b>0</b>      | <b>0</b>       | <b>0</b>          | <b>0</b>                 |
| <b>2. Non- Institution</b>   |   |               |                |                   |   |               |                |                   |                          |
| a. Body Corp.  |   |               |                |                   |   |               |                |                   |                          |
| in India   | 642   | 4031          | 4673           | 0.31              | 640                                       | 4031          | 4671           | 0.31              | 0                        |
| Overseas   | 0   | 0             | 0              | 0                 | 0   | 0             | 0              | 0                 | 0                        |
| b. Individual  | 0   | 0             | 0              | 0                 | 0   | 0             | 0              | 0                 | 0                        |
| i. Individual share holders holding nominal share capital up to Rs. 1 lakh       | 58673   | 316567        | 375240         | 24.79             | 59106                                     | 316136        | 375242         | 24.79             | 0                        |
| ii. Individualshare holders holding nominal share capital in excess of Rs 1 lakh | 0   | 0             | 0              | 0                 | 0   | 0             | 0              | 0                 | 0                        |
| c. Other NRI   | 192   | 0             | 192            | 0.01              | 192                                       | 0             | 192            | 0.01              | 0                        |
| <b>Sub-Total-B (2)</b>   | <b>59507</b>                                    | <b>320598</b> | <b>380105</b>  | <b>25.11</b>      | <b>59938</b>                              | <b>320167</b> | <b>380105</b>  | <b>25.11</b>      | <b>0</b>                 |
| <b>Total Public Shareholding (B)=(B)(1)+(B)(2)</b>                               | <b>59507</b>                                    | <b>320598</b> | <b>380105</b>  | <b>25.11</b>      | <b>59938</b>                              | <b>320167</b> | <b>380105</b>  | <b>25.11</b>      | <b>0</b>                 |
| <b>Shares held by Custodian or GDRs &amp; ADRs</b>                               | <b>0</b>  | <b>0</b>      | <b>0</b>       | <b>0</b>          | <b>0</b>                                  | <b>0</b>      | <b>0</b>       | <b>0</b>          | <b>0</b>                 |
| <b>Grand Total (A+B+C)</b>   | <b>1193096</b>                                  | <b>320598</b> | <b>1513694</b> | <b>100</b>        | <b>1193527</b>                            | <b>320167</b> | <b>1513694</b> | <b>100</b>        | <b>0</b>                 |

# PHOTON CAPITAL ADVISORS LIMITED

(ii) Shareholding of Promoters :

| S.No. | Shareholder's Name                   | Shares held at the beginning of the year |                                  |  | Shares held at the end of the year |                                  |  | % change in shareholding during the year |
|-------|--------------------------------------|--|----------------------------------|--|------------------------------------|----------------------------------|--|--|
|       |                                      | No. of Shares                            | % of total shares of the company | % of shares pledged / encumbered to total shares | No. of Shares                      | % of total shares of the company | % of shares pledged / encumbered to total shares |  |
| 1.    | Mr. TEJASWY NANDURY                  | 499440                                   | 32.99                            | 0  | 499440                             | 32.99                            | 0  | 0  |
| 2.    | Mrs. SOBHARANI NANDURY               | 467416                                   | 30.88                            | 0  | 467416                             | 30.88                            | 0  | 0  |
| 3.    | SOVEN MANAGEMENT ASSOCIATES PVT LTD. | 51144                                    | 3.38                             | 0  | 51144                              | 3.38                             | 0  | 0  |
| 4.    | NANDURY FINANCE AND INVESTMENTS LLP. | 47880                                    | 3.16                             | 0  | 47880                              | 3.16                             | 0  | 0  |
| 5.    | ALCHEMIST HR SERVICES PVT LTD.       | 40320                                    | 2.66                             | 0  | 40320                              | 2.66                             | 0  | 0  |
| 6.    | Ms. VENNELA NANDURY                  | 18102                                    | 1.20                             | 0  | 18102                              | 1.20                             | 0  | 0  |
| 7.    | HIFCO CONSUMER CREDIT LLP.           | 9287                                     | 0.61                             | 0  | 9287                               | 0.61                             | 0  | 0  |
|       | <b>Total</b>                         | 1133589                                  | 74.89                            | 0  | 1133589                            | 74.89                            | 0  | 0  |

(iii) Change in Promoters' Shareholding (please specify, if there is no change): No change

| Shareholders Name | At the beginning of the year |                                  | Date wise Increase / Decrease in Promoters shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc) |               |        | Cumulative shareholding during at the end of the year |                                  |
|-------------------|------------------------------|----------------------------------|--|---------------|--------|---|----------------------------------|
|                   | No. of Shares                | % of total shares of the company | Date   | No. of shares | Nature | No. of Shares   | % of total shares of the company |
|                   |                              |                                  |  |               |        |   |                                  |

## PHOTON CAPITAL ADVISORS LIMITED

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

| Shareholders Name              | At the beginning of the year |                                  | Date wise Increase / Decrease in shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc) |               |          | Cumulative shareholding during at the end of the year |                                  |
|--------------------------------|------------------------------|----------------------------------|--|---------------|----------|---|----------------------------------|
|                                | No. of Shares                | % of total shares of the Company | Date   | No. of shares | Nature   | No. of Shares   | % of total shares of the company |
| SANJAY KUMAR SARAWAGI          | 4254                         | 0.28                             | Sold During the FY   | 466           | Sale     | 3788  | 0.28                             |
| POLISETTY SRI HARI PRASADA RAO | 2708                         | 0.18                             | -  | -             | -        | 2708  | 0.18                             |
| CH B S SUBRAHMANYAM            | 2492                         | 0.16                             | -  | -             | -        | 2492  | 0.16                             |
| VAISHALI RAJESHBHAI MODI       | 2368                         | 0.16                             | -  | -             | -        | 2368  | 0.16                             |
| RAJESH JASHVANTLAL MODI        | 2222                         | 0.15                             | Acquired during the FY   | 28            | Purchase | 2250  | 0.15                             |
| G VIJAYALAKSHMI                | 2080                         | 0.14                             | -  | -             | -        | 2080  | 0.14                             |
| G RAMALINGA RAJU               | 2000                         | 0.13                             | -  | -             | -        | 2000  | 0.13                             |
| ASHIT R SHAH HUF               | 1872                         | 0.12                             | -  | -             | -        | 1872  | 0.12                             |
| RUDRA INFIN PVT LTD            | 1200                         | 0.08                             | -  | -             | -        | 1200  | 0.08                             |
| PURNA G KADIA                  | -                            | -                                | Acquired during the FY   | 1058          | Purchase | 1058  | 0.07                             |

(v) Shareholding of Directors and Key Managerial Personnel :

| Shareholders Name        | At the beginning of the year |                                  | Date wise Increase / Decrease in shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc.) |               |        | Cumulative shareholding during at the end of the year |                                  |
|--------------------------|------------------------------|----------------------------------|---|---------------|--------|---|----------------------------------|
|                          | No. of Shares                | % of total shares of the company | Date  | No. of shares | Nature | No. of Shares   | % of total shares of the company |
| Mr. TEJASWY NANDURY      | 499440                       | 32.99                            | -   | -             | -      | 499440  | 32.99                            |
| Mrs. SOBHA RANI NANDURY  | 467416                       | 30.88                            | -   | -             | -      | 467416  | 30.88                            |
| Mr. J. NARASIMHA RAO     | 1                            | -                                | -   | -             | -      | 1   | -                                |
| Mr. V.R. SHANKARA        | 80                           | -                                | -   | -             | -      | 80  | -                                |
| MRS. SUCHITRA NANDURY    | -                            | -                                | -   | -             | -      | -   | -                                |
| Mr. SREEDHAR BABU KANURI | 132                          | -                                | -   | -             | -      | 132   | -                                |
| MS. NEHA AGARWAL         | -                            | -                                | -   | -             | -      | -   | -                                |

# PHOTON CAPITAL ADVISORS LIMITED

## V INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for Payment : NIL

|  | Secured Loans<br>excluding<br>Deposits | Unsecured<br>Loans | Deposits | Total<br>Indebtedness |
|--|--|--------------------|----------|-----------------------|
| <b>Indebtedness at the beginning of the financial year :</b> |  |                    |          |                       |
| 1. Principal Amount  | -                                      | -                  | -        | -                     |
| 2. Interest due but not paid                                 | -                                      | -                  | -        | -                     |
| 3. Interest accrued but not due                              | -                                      | -                  | -        | -                     |
| <b>Total (1+2+3)</b>   | -                                      | -                  | -        | -                     |
| <b>Change in Indebtedness during the financial year :</b>    |  |                    |          |                       |
| Addition   | -                                      | -                  | -        | -                     |
| Reduction  | -                                      | -                  | -        | -                     |
| <b>Net Change</b>  | -                                      | -                  | -        | -                     |
| <b>Indebtedness at the end of the financial year :</b>       |  |                    |          |                       |
| 1. Principal Amount  | -                                      | -                  | -        | -                     |
| 2. Interest due but not paid                                 | -                                      | -                  | -        | -                     |
| 3. Interest accrued but not due                              | -                                      | -                  | -        | -                     |
| <b>Total (1+2+3)</b>   | -                                      | -                  | -        | -                     |

## VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-time Directors and/or Manager : NIL

| S.No. | Particulars of Remuneration  | Name of MD/WTD/ Manager |          |         | Total Amount |
|-------|--|-------------------------|----------|---------|--------------|
|       |  | MD                      | WTD / ED | Manager |              |
| 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              | -                       | -        | -       | -            |
| 2     | Stock Option   | -                       | -        | -       | -            |
| 3     | Sweat Equity   | -                       | -        | -       | -            |
| 4     | Commission - as % of profit  | -                       | -        | -       | -            |
|       | - Others, specify...   | -                       | -        | -       | -            |
| 5     | Others, please specify   | -                       | -        | -       | -            |
|       | Total-(A)  | -                       | -        | -       | -            |
|       | Ceiling as per the Act   | NA                      | NA       | NA      | -            |

B. Remuneration to other directors: NIL

| S.No. | Particulars of Remuneration                     | Name of Directors |   |   |   | Total Amount |
|-------|---|-------------------|---|---|---|--------------|
| 1     | <b>Independent Directors</b>                    | -                 | - | - | - | -            |
|       | a. Fee for attending board / committee meetings | -                 | - | - | - | -            |
|       | b. Commission                                   | -                 | - | - | - | -            |
|       | c. Others, please specify                       | -                 | - | - | - | -            |
|       | <b>Total (1)</b>                                | -                 | - | - | - | -            |
| 2     | <b>Other Non-Executive Directors</b>            | -                 | - | - | - | -            |
|       | a. Fee for attending board / committee meetings | -                 | - | - | - | -            |

# PHOTON CAPITAL ADVISORS LIMITED

| S.No. | Particulars of Remuneration    | Name of Directors |   |   | Total Amount |
|-------|--------------------------------|-------------------|---|---|--------------|
|       | b. Commission                  | -                 | - | - | -            |
|       | c. Others, please specify      | -                 | - | - | -            |
|       | <b>Total-(2)</b>               | -                 | - | - | -            |
|       | <b>Total-B (1+2)</b>           | -                 | - | - | -            |
|       | Total Managerial Remuneration  | -                 | - | - | -            |
|       | Overall Ceiling as per the Act | -                 | - | - | -            |

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

| S.No. | Particulars of Remuneration  | Key Managerial Personnel |          |           | Total Amount |
|-------|--|--------------------------|----------|-----------|--------------|
|       |  | CEO                      | CS       | CFO       |              |
| 1.    | Gross salary   | -                        | 2,16,000 | 14,60,800 | 16,76,800    |
|       | a. Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 | -                        | 2,16,000 | 14,60,800 | 16,76,800    |
|       | 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              | -                        | -        | -         | -            |
| 2.    | Stock Option   | -                        | -        | -         | -            |
| 3.    | Sweat Equity   | -                        | -        | -         | -            |
| 4.    | Commission as % of profit  | -                        | -        | -         | -            |
|       | - Others, specify...   | -                        | -        | -         | -            |
| 5.    | Others, please specify   | -                        | -        | -         | -            |
|       | Total  |                          | 2,16,000 | 14,60,800 | 16,76,800    |

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

| 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                         | -                            | -                 | -   | -                             | -                                  |

// On behalf of the Board //  
For PHOTON CAPITAL ADVISORS LIMITED

Sd/-  
**VR SHANKARA**  
DIRECTOR  
DIN: 00041705

Sd/-  
**SOBHARANI NANDURY**  
WHOLE-TIME DIRECTOR  
DIN: 00567002

Place: Hyderabad  
Date : 11.08.2021

# PHOTON CAPITAL ADVISORS LIMITED

Annexure III

## FORM NO. AOC-2

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

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

1. Details of contracts or arrangements or transactions not at arm's length basis : Not applicable
2. Details of contracts or arrangements or transactions at arm's length basis :

| Sl. No. | Name of the related party & Nature of relationship | Nature of contract / arrangements / transactions | Duration of the contracts / arrangements / transactions | Salient terms of the contracts or arrangements or transactions including the value, if any : | Date(s) of approval by the Board, if any : | Amount paid as advances, if any : In Rs. |
|---------|--|--|---|--|--|--|
| 1.      | Mrs. Sobha Rani Nandury & Director of the Company. | Rent   | Rent Agreement-From April 2020 - March 2023.            | Rs. 2.83 Lakhs   | 13.02.2020                                 | 75,000/-                                 |

// On behalf of the Board //  
For PHOTON CAPITAL ADVISORS LIMITED

Sd/-  
**V R SHANKARA**  
DIRECTOR  
DIN: 00041705

Sd/-  
**SOBHARANI NANDURY**  
WHOLE-TIME DIRECTOR  
DIN: 00567002

Place: Hyderabad  
Date : 11.08.2021



## Form No. MR-3

**Secretarial Audit Report for the financial year ended 31<sup>st</sup> March, 2021**

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

To,  
The Members,  
Photon Capital Advisors Limited,  
Hyderabad.

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Photon Capital Advisors Limited (hereinafter called the company). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the company has, during the audit period covering the financial year ended on 31<sup>st</sup> March, 2021 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

1. We have examined the books, papers, Minute books, forms, returns filed and other records maintained by the company for the financial year ended on 31<sup>st</sup> March 2021, according to the Provisions of:
  - (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
  - (ii) The Securities Contracts (Regulation) Act, 1956 (SCRA) and rules made there under;
  - (iii) The Depositories Act, 1996 and the Regulation and 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, Overseas Direct Investment and External Commercial Borrowings;
  - (v) Labour Laws
  - (vi) The following Regulations and Guidelines Prescribed under the securities and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):
    - (a) The Securities exchange Board of India (Substantial Acquisition of shares and Takeovers) Regulations, 2011
    - (b) The Securities Exchange Board of India (Prohibition of insider Trading) Regulations 2015;
2. Provisions of the following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') are applicable to the Company under the financial year under report: -
  - (a) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
  - (b) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999;
  - (c) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
  - (d) 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;
  - (e) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; and
  - (f) The Securities and Exchange Board of India (Buy back of securities) Regulations, 2013;
3. We have also examined compliance with the applicable regulations of SEBI (LODR) regulations, 2015.

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## PHOTON CAPITAL ADVISORS LIMITED

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We hereby report that during the period under review the Company has complied with the provisions of the Companies Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above.

We further report that:

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

We further report that, having regard to the compliance system prevailing in the Company and on examination of the relevant documents and records in pursuance thereof, on test-check basis, the Company has complied with the following laws applicable specifically to the Company:

A. Rules and regulations of Reserve Bank of India in respect of Non-Banking Financial Company.

We further report that:

Adequate notices were given to all directors to convene and conduct the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

All the decisions of the Board is carried through unanimously and recorded the same in the minutes. We further report that there are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

For **SGP & Associates**  
Company Secretaries

Sd/-  
**DM BASHA**  
Partner

ACS No: 35046

C P No: 19091

UDIN: A035046C000766095

Place: Hyderabad

Date: 11.08.2021

**CORPORATE GOVERNANCE REPORT**

In accordance with clause C of schedule V of SEBI (LODR) Regulations, 2015, the report containing the details of corporate governance systems and processes at Photon Capital Advisors Limited is as follows:

**1. Company's Philosophy on Code of Governance:**

Your Company believes in conducting its affairs with the highest level of integrity, with proper authorizations, professionalism, accountability and transparency. The business operations of your Company are conducted not to benefit any particular interest group but for the benefit of all stakeholders. All matters of strategy and significant developments and other matters which are required for consent of Board are being placed before the Board. The Audit and share transfer and Grievance Committees regularly meet to consider aspects relevant to each committee whereas the Remuneration Committee meets based on need.

**2. Board of Directors:**

**a. Composition of the Board:**

The Board of Directors consists of Five (05) Directors and the composition and category of Directors is as follows:

| Sl. No. | Name & Category of the Directors  | No. of Directorships held in other Board of Directors                            | No. of Memberships / Chairmanships held in Committees of other companies |
|---------|---|--|--|
| 1.      | <b>Mrs. Sobha Rani Nandury</b><br>Promoter –Executive<br>(DIN-00567002)           | Holding Directorship/designated partnership in 02 private Company and 2 LLPs     | NIL  |
| 2.      | <b>Mr. Tejaswy Nandury</b><br>Promoter –Non Executive Director<br>(DIN- 00041571) | Holding Directorship/designated partnership in 02 private Companies and 2 LLPs   | NIL  |
| 3.      | <b>Mr. V. R. Shankara</b><br>Independent - Non-Executive<br>(DIN- 00041705)       | Not Holding any Directorship/ designated partnership in private Company and LLPs | NIL  |
| 4.      | <b>Mr. J. Narasimha Rao</b><br>Independent - Non-Executive<br>(DIN- 00024260)     | Holding Directorship in 02 private Company                                       | NIL  |
| 5.      | <b>Mrs. Suchitra Nandury</b><br>Promoter – Non-Executive<br>(DIN-00568167)        | Holding Directorship/designated partnership in 01 private Company and 1 LLP      | NIL  |

The composition of the Board is in conformity with regulation 17 of SEBI (LODR) Regulations, 2015.

**b. Details of Directors being appointed and re-appointed at the ensuing Annual General Meeting:**

Mrs. Suchitra Nandury, being the retiring director retires by rotation at the ensuing Annual General Meeting and being eligible offers herself for re-appointment. A brief resume of the Director being re-appointed is as follows:

Mrs. Suchitra Nandury holds a degree in Business Administration from Osmania University, served in the Boards of different companies and brings with her years of experience in strategic and operational oversight.

**c. Non-Executive Directors' compensation and disclosures:**

No fees / compensation is being paid to the Non-Executive Directors of the Company.

**d. Board meetings:**

During the financial year 2020-21, the Board of Directors met Five (05) times on the following dates:

1. 29<sup>th</sup> June, 2020
2. 13<sup>th</sup> August, 2020
3. 10<sup>th</sup>September, 2020
4. 12<sup>th</sup> November, 2020 and
5. 11<sup>th</sup> February, 2021

# PHOTON CAPITAL ADVISORS LIMITED

The attendance of Directors at these Board meetings and at the previous Annual General meeting was as under:

| Sl. No. | Name of the Directors  | No. of Board Meetings held during the period April 2020-March 2021 | No. of Meetings attended by the Director | Whether present at the previous AGM (30.09.2020) |
|---------|------------------------|--|--|--|
| 1.      | Mr. Tejaswy Nandury    | 5  | 2  | No   |
| 2.      | Mr. V. R. Shankara     | 5  | 4  | No   |
| 3.      | Mr. J. Narasimha Rao   | 5  | 4  | Yes  |
| 4.      | Mrs. Sobharani Nandury | 5  | 4  | Yes  |
| 5.      | Mrs. Suchitra Nandury  | 5  | 2  | No   |

**e. Inter-se relationships between directors & Number of shares and convertible instruments held:**

| Sl. No. | Name of the Directors   | Inter-se relationship with other Directors                                   | No of shares held by Non-Executive Directors |
|---------|-------------------------|--|--|
| 1.      | Mrs. Sobha Rani Nandury | Mother of Mr. Tejaswy Nandury and Mother-in-Law of Mrs. Suchitra Nandury     | -  |
| 2.      | Mr. Tejaswy Nandury     | Son of Mrs. Sobha Rani Nandury and Spouse of Mrs. Suchitra Nandury.          | 4,99,440                                     |
| 3.      | Mr. V. R. Shankara      | No   | 80   |
| 4.      | Mr. J. Narasimha Rao    | No   | 1  |
| 5.      | Mrs. Suchitra Nandury   | Spouse of Mr. Tejaswy Nandury and Daughter-in-law of Mrs. Sobha Rani Nandury | -  |

**f. Familiarization program for Independent Directors:**

During the financial year under review, no new Independent Directors have been appointed. However, the company has framed a policy for training and familiarization programme for newly appointed Independent Directors. Further at the time of appointment of Independent Director, the company issues a formal letter of appointment outlining his/her role, function, duties and responsibilities. The format of letter of appointment is available on our website: [www.pcalindia.com](http://www.pcalindia.com).

**g. Skill/Expertise/Competence of the board:**

The following is the list of core skills/expertise/competencies identified by the board of directors that are required in the company's business and the said skills are available with the board members:

1. Knowledge on company's businesses policies and culture (including the mission, vision and values) major risks/threats and potential opportunities and knowledge of the industry in which the company operates.
2. Financial and Management skills, Risk assessment and mitigation.
3. Technical professional skills and specialized knowledge in relation to company's business.

| List of Skills/ competencies required & names of directors having such skills/competence | Mr. J. Narasimha Rao  | Mr. V R Shankara  | Mrs. Sobharani Nandury                                | Mr. Tejaswy Nandury  | Mrs. Suchitra Nandury                                 |
|--|---|---|---|--|---|
|  | His expertise in specific functional areas and names of companies in which he hold directorships and member ships chairman ships of Board Committees and shareholding. Chartered accountant practice since 1970 | His expertise in specific functional areas and names of companies in which he hold directorships and memberships / chairmanships of Board Committees and shareholding as stipulated under Regulation 17 of SEBI (LODR) Regulation 2015, are provided hereunder. Over 43 years' experience in Administration | Her Experience in strategic and Operational oversight | His experience on various aspects relating to the Company's affairs and long business exposure | Her Experience in strategic and Operational oversight |

## PHOTON CAPITAL ADVISORS LIMITED

### 3. Audit Committee:

The Audit Committee was constituted by the Board of Directors. The terms of reference of this committee cover the matters specified in the Part C of Schedule II of SEBI (LODR) Regulations, 2015 and section 177 of the Companies Act, 2013.

#### a. Composition, Name of Members and Chairperson:

The Audit committee consists of the following Independent and Non-Executive Directors:

1. Mr. J. Narasimha Rao : Chairman
2. Mr. V. R. Shankara : Member
3. Mrs. Suchitra Nandury : Member

The Audit Committee invites the statutory auditors or their representatives, to be present at its meeting.

1. 29<sup>th</sup> June, 2020,
2. 13<sup>th</sup> August, 2020,
3. 12<sup>th</sup> November, 2020 and
4. 11<sup>th</sup> February, 2021

#### b. Meetings and attendance during the financial year:

| Name of the Member    | No. of Meetings held | Attendance |
|-----------------------|----------------------|------------|
| Mr. J. Narasimha Rao  | 4                    | 4          |
| Mr. V R Shankara      | 4                    | 4          |
| Mrs. Suchitra Nandury | 4                    | 1          |

Necessary Quorum was present for all the meetings.

Mr. J. Narasimha Rao is the Chairman of the Audit Committee.

### 4. Nomination and Remuneration Committee:4. Nomination and Remuneration Committee:

#### a. Brief description of terms of reference:

The terms of reference of Nomination and Remuneration Committee cover all the matters specified for the Nomination and Remuneration Committee under section 178 of the Companies Act, 2013 and SEBI (LODR) Regulations, 2015.

#### b. Composition, Name of members and Chairperson:

The Remuneration Committee comprises of Three (03) Directors as detailed below:

1. Mr. J. Narasimha Rao – Independent Director
2. Mr. V R Shankara - Independent Director
3. Mrs. Suchitra Nandury - Non-Executive Director

The committee elected Mr. J. Narasimha Rao, an Independent director, as the Chairman of the Committee.

During the financial year under review, only one meeting was held (01) on the following dates:

1. 13<sup>th</sup> August, 2020,

#### c. Meetings and attendance during the year:

| Name of the Member    | No. of Meetings held | Attendance |
|-----------------------|----------------------|------------|
| Mr. J. Narasimha Rao  | 01                   | 01         |
| Mr. V R Shankara      | 01                   | 01         |
| Mrs. Suchitra Nandury | 01                   | 0          |

Necessary Quorum was present for all the meetings.

Mr. J. Narasimha Rao is the Chairman of the Audit Committee.

#### d. Performance evaluation criteria for independent directors:

During the financial year, the Nomination and remuneration Committee under the guidance of the Board formulated the criteria and framework for the performance evaluation of every director on the Board, including the executive and Independent Director and identified on-going training and education programmes to ensure that the Non-executive directors are provided with adequate information regarding the business, industry, and their legal responsibilities and duties.

# PHOTON CAPITAL ADVISORS LIMITED

## 5. Remuneration of Directors:

No remuneration paid during the financial year under review.

## 6. Share Transfer and Investors Grievance Committees:

Share Transfer and Investors Grievance Committee was formed by the Board of Directors in terms of regulation 19 of SEBI (LODR) Regulations, 2015.

### a. Name of non-executive director heading the committee:

Mr. J. Narasimha Rao is the Chairman of the share transfer and Investors Grievance Committee.

### b. Name and designation of Compliance officer:

Ms. Neha Agarwal, Compliance officer

### c. Composition of Share Transfer and Investors Grievance Committees:

The share transfer and Investors Grievance Committee consist of the following Independent and Non-Executive Directors:

1. Mr. J. Narasimha Rao – Independent Director
2. Mr. V. R. Shankara - Independent Director
3. Mrs. Suchitra Nandury - Non-Executive Director

Mr. J. Narasimha Rao is the Chairman of the share transfer and Investors Grievance Committees.

The Committee looks into the matters relating to the shareholder's complaints, grievances, various requests in the nature of transfer, transmission, etc., and also overseeing the performance of the Registrar & Transfer agents to improve the quality of investor services.

### d. Number of shareholder complaints received, solved and pending:

The status of shareholder complaints received during the reporting period under review and number of complaints solved and pending are detailed as below:

| Sl No | Nature of complaint                        | No of complaints received | No of complaints solved | No of complaints pending |
|-------|--|---------------------------|-------------------------|--------------------------|
| 1     | Non-receipt of Share certificate           | 1                         | 1                       | Nil                      |
| 2     | Non-receipt of duplicate Share certificate | Nil                       | Nil                     | Nil                      |
| 3     | Non-receipt of Annual Reports              | Nil                       | Nil                     | Nil                      |
| 4     | Non-receipt of D/Ws                        | Nil                       | Nil                     | Nil                      |
| 5     | Non-receipt of refund order                | Nil                       | Nil                     | Nil                      |
| 6     | SEBI                                       | Nil                       | Nil                     | Nil                      |
| 7     | BSE  | Nil                       | Nil                     | Nil                      |
| 8     | NSE  | Nil                       | Nil                     | Nil                      |
|       | <b>Total</b>                               | <b>1</b>                  | <b>1</b>                | <b>Nil</b>               |

## 7. General Body Meetings:

### a. Annual General Meetings:

The last 3 Annual General Meetings were held as under:

| Date       | Time       | Venue   |
|------------|------------|---|
| 30.09.2020 | 2.30 P.M.  | Plot No.90-A, Road No.9, Jubilee Hills, Hyderabad-500 033, Telangana. |
| 30.09.2019 | 11.00 A.M. | Plot No.90-A, Road No.9, Jubilee Hills, Hyderabad-500 033, Telangana. |
| 27.09.2018 | 11.00 A.M. | Plot No.90-A, Road No.9, Jubilee Hills, Hyderabad-500 033, Telangana. |

### Extra-Ordinary General Meetings :

No Extra-Ordinary General Meeting of the Members was held during the financial year 2020-21.

### b. Postal Ballot :

No Postal Ballot was conducted during the financial year 2020-21.

### c. Special Resolutions :

Special resolutions were passed at the Annual General Meeting held on 27.09.2018. However, no special resolutions were passed in the Annual General Meetings held on 30.09.2019 and 30.09.2020.

# PHOTON CAPITAL ADVISORS LIMITED

## 8. Means of Communication:

- The Quarterly financial results are published in one English newspaper and in one regional newspaper i.e., Business Standard and Andhra Prabha.
- No Information is released to the press at the time of declaration of financial results except the publication of results in the newspapers.
- The Management Discussion and Analysis (MD & A) is a part of the Annual Report.
- No presentations made to institutional investors or to the analysts.
- The Company has disclosed the means of communication at its website at [www.pcalindia.com](http://www.pcalindia.com)

## 9. General Shareholder Information:

### a. Annual General Meeting date, time and venue :

Date : 30.09.2021  
Time : 11.00 a.m.  
Venue : Plot No.90-A, Road No.9, Jubilee Hills,  
Hyderabad, Telangana- 500 033.

### b. Financial Year:

The financial year covers the period from 1<sup>st</sup> April to 31<sup>st</sup> March:

#### Financial Reporting for 2021-2022 (tentative):

|   |                                  |
|---|----------------------------------|
| The First Quarter financial results – 30.06.2021  | Held on 11.08.2021               |
| The Second Quarter financial results – 30.09.2021 | Between 15.10.2021 to 14.11.2021 |
| The Third Quarter financial results – 31.12.2021  | Between 15.01.2022 to 14.02.2022 |
| The Last Quarter financial results – 31.03.2022   | Between 15.04.2022 to 30.05.2022 |

### c. Dividend payment Date:

Not applicable as the Board has not recommended any dividend for the financial year.

### d. Stock exchange (s) and Listing fee:

Shares of the Company are listed on BSE Limited [BSE] and the Company has paid Annual Listing Fees for the financial year 2020-21 to the BSE Limited [BSE].

### e. Stock code:

Company's Stock Code in BSE : 509084

### f. Market price data- high, low during each month in FY 2020-21:

Market Price Data: High / Low during each month of the F.Y. 2020-21 on the BSE:

| Month     | High (Rs.) | Low (Rs.) | Close (Rs.) | Volume (Nos.) |
|-----------|------------|-----------|-------------|---------------|
| Apr, 2020 | 55.95      | 51.75     | 55.95       | 56            |
| May, 2020 | 56         | 55.95     | 56          | 15            |
| Jun, 2020 | 57         | 54.50     | 54.50       | 10            |
| Jul, 2020 | 59.50      | 51.45     | 58          | 32            |
| Aug, 2020 | 62.15      | 57.50     | 59.40       | 26            |
| Sep, 2020 | 57         | 57        | 57          | 40            |
| Oct, 2020 | 56         | 55        | 55          | 4             |
| Nov, 2020 | 54         | 54        | 54          | 3             |
| Dec, 2020 | 52         | 48.45     | 48.45       | 554           |
| Jan, 2021 | 46.05      | 32.30     | 32.10       | 911           |
| Feb, 2021 | 34.65      | 26.80     | 26.80       | 1668          |
| Mar, 2021 | 30.70      | 24.80     | 24.80       | 1031          |

### g. Performance in comparison to broad-based indices such as BSE Sensex, CRISIL Index etc.:

Since the company is not in active trade list, comparing the performance with broad based indices not appropriate.

# PHOTON CAPITAL ADVISORS LIMITED

- h. In case the securities are suspended from trading, the director's report shall explain the reason thereof:

The shares of the company have not been suspended during the financial period under review.

- i. Registrar to an Issue and Share Transfer Agents:

KFin Technologies Private Limited  
Selenium Building, Tower B, Plot No 31&32,  
Gachibowli, Financial District,  
Nanakramguda, Serilingampally,  
Hyderabad-500 032  
Ph: 040-6716 1606/1771/1776.  
Email Id: einward.ris@kfinotech.com.

- j. Share transfer System:

The Board has delegated share transfer formalities to the Registrar and Transfer Agents:

KFin Technologies Private Limited  
Selenium Building, Tower B, Plot No 31&32,  
Gachibowli, Financial District,  
Nanakramguda, Serilingampally,  
Hyderabad-500 032  
Ph: 040-6716 1606/1771/1776.  
Email Id: einward.ris@kfinotech.com.

All communications regarding Share Transfers, Transmissions, Change in Address and any other correspondence etc., may be addressed to the Registrar & Transfer Agents.

The company has constituted shareholders/investors Grievance Committee, which meets as and when required. Physical transfers are affected within the statutory period of 15 days. The Board has designated Ms. Neha Agarwal as the Compliance Officer. Hence, in case of any grievances, the shareholders are free to approach the share transfer committee for due redressal of their grievances.

- k. Distribution of shareholding as on 31.03.2021:

| Number of Shares | Share holders      |               | Share Amount    |               |
|------------------|--------------------|---------------|-----------------|---------------|
|                  | Number of accounts | % to accounts | In Rs.          | % of Capital  |
| (1)              | (2)                | (3)           | (4)             | (5)           |
| 1 - 5000         | 6577               | 99.46         | 3447990         | 22.78         |
| 5001 - 10000     | 17                 | 0.26          | 114480          | 0.76          |
| 10001 - 20000    | 6                  | 0.09          | 81720           | 0.54          |
| 20001 - 30000    | 5                  | 0.07          | 118980          | 0.78          |
| 30001 - 40000    | 1                  | 0.015         | 37880           | 0.25          |
| 40001 - 50000    | 0                  | 0             | 0               | 0             |
| 50001 - 100000   | 1                  | 0.015         | 92870           | 0.61          |
| 100001 - Above   | 6                  | 0.09          | 11243020        | 74.28         |
| <b>Total</b>     | <b>6,613</b>       | <b>100.00</b> | <b>15136940</b> | <b>100.00</b> |

## Categories of Shareholders as on 31<sup>st</sup> March, 2021

| Sl. No. | Description                | Cases       | Shares         | % Equity      |
|---------|----------------------------|-------------|----------------|---------------|
| 1       | HUF                        | 8           | 2268           | 0.15          |
| 2       | BODIES CORPORATES          | 32          | 4671           | 0.31          |
| 3       | NRI NON-REPATRIATION       | 4           | 192            | 0.01          |
| 4       | PROMOTERS BODIES CORPORATE | 4           | 148631         | 9.82          |
| 5       | PROMOTER INDIVIDUALS       | 3           | 984958         | 65.07         |
| 6       | RESIDENT INDIVIDUALS       | 6562        | 372974         | 24.64         |
|         | <b>TOTAL</b>               | <b>6613</b> | <b>1513694</b> | <b>100.00</b> |



# PHOTON CAPITAL ADVISORS LIMITED

## I. Dematerialization of shares and liquidity:

| Sl.No. | Description  | No. of Holders | Shares           | % to Equity   |
|--------|--------------|----------------|------------------|---------------|
| 1      | PHYSICAL     | 5970           | 3,20,167         | 21.15         |
| 2      | NSDL         | 376            | 35,639           | 2.35          |
| 3      | CDSL         | 267            | 11,57,888        | 76.49         |
|        | <b>TOTAL</b> | <b>6613</b>    | <b>15,13,694</b> | <b>100.00</b> |

78.84% of Company's paid-up equity share capital has been dematerialized up to March 31, 2021. Trading in equity shares of the Company is permitted only in de-materialized form.

The Company has established connectivity with CDSL and NSDL and the shareholders are requested to avail this facility and dematerialise their shares by sending their physical share certificates to the Share Transfer Agents or the Company through their Depository Participants.

## m. Outstanding Global depository receipts or American depository receipts or warrants or any convertible instruments, conversion date and likely impact on equity:

The Company has not issued any GDR or ADR or other convertible instruments, hence there is no impact on equity of the Company.

## n. Commodity price risk or foreign exchange risk and hedging activities.

As the Company does not trade in commodity markets and not involved in foreign exchange transactions, there is no commodity price risk or foreign exchange risk to the company's operations. The Company also not carried on the hedging activities.

## o. Plant locations:

The Company is not in the manufacturing sector and does not have any plant locations other than registered office.

## p. Address for Correspondence:

Shareholders may correspond with the Company for the redressal of their grievances, if any at the registered office of the Company situate at:

Plot No. 90-A,  
Road No. 9, Jubilee Hills,  
Hyderabad-500 033,  
Telangana.  
Ph. No: +91-9951339995  
Email Id: info@pcalindia.com

## 10. Other Disclosures:

- There is no materially significant related party transaction that may have potential conflict with the interests of listed entity at large.
- Details of non-compliance by the Company, penalties, strictures imposed on the Company by Stock Exchange or SEBI or any statutory authority on any matter related to capital markets, during last Three (03) years 2018-19, 2019-20 & 2020-21 respectively: NIL
- The Company has adopted Whistle Blower policy and the Company affirmed that no personnel have been denied access to the audit committee.
- The Company has complied with all mandatory requirements of chapter IV of SEBI (LODR) Regulations, 2015 and it has not adopted non-mandatory requirements of SEBI (LODR) Regulations, 2015.
- The policy for determining material subsidiaries is placed on the website of the company i.e. [www.pcalindia.com](http://www.pcalindia.com).
- The policy on dealing with related party transactions is placed on the website of the company i.e. [www.pcalindia.com](http://www.pcalindia.com)
- The Company does not undertake purchase or sale in Commodity markets and hence no disclosure on commodity price risks and commodity hedging activities is required.
- The certificate from a company secretary in practice that none of the directors on the board of the company have 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 is enclosed as **Annexure -A**.

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## PHOTON CAPITAL ADVISORS LIMITED

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- i. During the financial year under review, there were no cases filed pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal Act, 2013).
11. The compliance with the corporate governance provisions as specified in regulations 17, 17A, 18, 19, 20, 21,22, 23, 24, 24A, 25, 26, 27 and clauses (b) to (i) of sub-regulation (2) of regulation 46 and Para C , D and E of Schedule V of SEBI (LODR) Regulations, 2015 are not applicable to the Company. However, we have disclosed all the compliances as required under corporate governance section in the Annual report.
12. The compliance with the corporate governance provisions as specified in Part E of Schedule II is not applicable to the Company. However, the Company has complied with the following compliances under Part E of Schedule II.
- a. The Company has moved towards a regime of financial statements with unmodified audit opinion.
- b. The Company has appointed separate persons to the post of chairperson and chief executive officer.
- c. The Internal auditor reports directly to the audit committee.
13. Declaration signed by the chief executive officer stating that the members of board of directors and senior management personnel have affirmed compliance with the code of conduct of board of directors and senior management, is enclosed as **Annexure- B**.
14. CEO and CFO certification for the financial year ended 31.03.2021 is enclosed as **Annexure- C**.
15. Compliance certificate from either the auditors or practicing company secretaries regarding compliance of conditions of corporate governance is enclosed as **Annexure-D**.
16. **Disclosures with respect to Demat suspense account/ unclaimed suspense account:**  
There are no Demat suspense account (s) and no unclaimed suspense account.

// ON BEHALF OF THE BOARD //  
For **PHOTON CAPITAL ADVISORS LIMITED**

Place: Hyderabad  
Date: 11.08.2021

|                     |                          |
|---------------------|--------------------------|
| <b>Sd/-</b>         | <b>Sd/-</b>              |
| <b>V R SHANKARA</b> | <b>SOBHARANI NANDURY</b> |
| DIRECTOR            | WHOLE TIME DIRECTOR      |
| DIN: 00041705       | DIN: 00567002            |

**CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS**

(pursuant to Regulation 34(3) and Schedule V Para C clause 10(i) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)

To,

The Members of

**PHOTON CAPITAL ADVISORS LIMITED**

Plot No.90-A, Road No.9 Jubilee Hills,

Hyderabad-500 033, Telangana.

We have examined the relevant registers, records, forms, returns and disclosures received from the Directors of Photon Capital Advisors Limited having CIN: L65910TG1983PLC004368 and having registered office at Plot. No.90-A, Road No.9, Jubilee Hills, Hyderabad-500 033, Telangana (hereinafter referred to as 'the Company'), produced before us by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In our opinion and to the best of our information and according to the verifications (including Directors Identification Number (DIN) status at the portal [www.mca.gov.in](http://www.mca.gov.in)) as considered necessary and explanations furnished to us by the Company & its officers, We hereby certify that none of the Directors on the Board of the Company as stated below for the Financial Year ending on 31<sup>st</sup> March, 2021 have been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs, or any such other Statutory Authority.

| Sr. No. | Name of the Director | DIN      | Date of appointment in Company |
|---------|----------------------|----------|--------------------------------|
| 1       | NARASIMHA RAO JOGA   | 00024260 | 05.02.2005                     |
| 2       | TEJASWY NANDURY      | 00041571 | 03.11.2003                     |
| 3       | VR SHANKARA          | 00041705 | 08.11.1993                     |
| 4       | SOBHARANI NANDURY    | 00567002 | 29.09.2014                     |
| 5       | SUCHITRA NANDURY     | 00568167 | 29.05.2014                     |

Ensuring the eligibility of for the appointment / continuity of every Director on the Board is the responsibility of the management of the Company. Our responsibility is to express an opinion on these based on our verification. This certificate is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For **SGP & Associates**  
Company Secretaries

Sd/-  
**Darga Mabu Basha**  
Partner

Place: Hyderabad

Date: 11.08.2021

CP No. 19091

UDIN : A035046C000766117

**DECLARATION BY CEO OF THE COMPANY ON CODE OF CONDUCT**

As per Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 of the Stock exchanges the Board shall lay down a code of conduct for all Board Members and senior management of the Company. The code of conduct shall be posted on the website of the company and all the Board Members and senior management personnel shall affirm compliance with the code on annual basis. The Annual report of the Company shall contain a declaration to this effect signed by CEO of the Company.

In regard to the compliance of the above I hereby declare that:

1. Code of conduct prepared for the Board Members and senior management of the company was approved by the Board of Directors and the same was adopted by the Company.
2. Code of conduct adopted by the Company was circulated to the members of the Board and senior management of the company and also posted in the website of the company.
3. All the members of the Board and senior management of the company have complied with all the provisions of the code of conduct.

For **PHOTON CAPITAL ADVISORS LIMITED**

Place: Hyderabad  
Date: 11.08.2021

Sd/-  
**SOBHARANI NANDURY**  
WHOLE TIME DIRECTOR  
DIN: 00567002

**CEO AND CFO CERTIFICATION**

To,  
The Board of Directors  
Photon Capital Advisors Limited  
Hyderabad.

We, Mrs. Sobharani Nandury, Chief Executive Officer and Whole Time Director and Mr. Sreedhar Babu Kanuri, Chief Financial Officer of Photon Capital Advisors Limited, to the best of our knowledge and belief, certify that:

1. We have reviewed financial statements and all the notes on annual accounts of the Company and the Board report.
2. These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading.
3. These statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
4. There are no transactions entered into by the Company during the year which are fraudulent, illegal or violate of the Company's Code of Conduct.
5. We accept responsibility for establishing and maintaining internal controls for financial reporting and we have evaluated the effectiveness of Company's internal control systems pertaining to financial reporting. We have not come across any reportable efficiency in the design or operation of such internal controls.
6. We have indicated to the Auditors and the Audit Committee:
  - a. That there are no significant changes in internal control over financial reporting during the year.
  - b. That there are no significant changes in accounting policies during the year; and
  - c. That there are no instances of significant fraud of which we have become aware.

For **PHOTON CAPITAL ADVISORS LIMITED**

Sd/-  
**SREEDHAR BABU KANURI**  
CHIEF FINANCIAL OFFICER

Sd/-  
**SOBHARANI NANDURY**  
WHOLE TIME DIRECTOR  
DIN-00567002

Place: Hyderabad  
Date: 11.08.2021

**AUDITORS' CERTIFICATE ON CORPORATE GOVERNANCE AS PER PARA E  
SCHEDULE V OF SEBI (LODR) REGULATIONS, 2015.**

To,  
The Members of,  
**Photon Capital Advisors Limited.**

We have examined the compliance of conditions of Corporate Governance by Photon Capital Advisors Limited, for the financial year ended on 31<sup>st</sup> March 2021, as stipulated in SEBI (LODR) Regulations, 2015.

The compliance of conditions of Corporate Governance is the responsibility of the Management. Our examination has been limited to a review of the procedures and implementation thereof adopted by the Company for ensuring compliance with the conditions of the Corporate Governance as stipulated in the said Clause. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us and based on the representations made by the Directors and the Management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in SEBI (LODR) Regulations, 2015.

We state that such compliance is neither an assurance as to future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For and on behalf of

**SGP & Associates**  
Company Secretaries

Sd/-

**Darga Mabu Basha**  
Partner

CP No. 19091

UDIN:A035046C000767129

Place : Hyderabad  
Date : 11.08.2021

# PHOTON CAPITAL ADVISORS LIMITED

## INDEPENDENT AUDITORS' REPORT

To the Members of  
Photon Capital Advisors Limited, Hyderabad

### Report on the Audit of the Standalone Financial Statements

#### Opinion

We have audited the standalone financial statements of **Photon Capital Advisors Limited** ("the Company"), which comprise the Balance Sheet as at 31st March 2021, and the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Cash Flow Statement for the year then ended, and notes to the standalone financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the standalone financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, and its loss (including 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 Act. Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Standalone Financial Statements* section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the standalone financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics issued by the Institute of Chartered Accountants of India. 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 judgement, were of most significance in our audit of the standalone financial statements of the current period. These matters were addressed in the context of our audit of the standalone 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.

| Sr. No. | Key Audit Matter  | Auditor's Response  |
|---------|---|---|
| 1       | <b>Fair Valuation of investments</b>  |   |
|         | The Company's investments (other than investment in Subsidiary) are measured at fair value at each reporting date and these fair value measurements significantly impact the Company's results. Within the Company's investment portfolio, the valuation of certain assets such as Unquoted equity requires significant judgment as a result of quoted prices being unavailable and limited liquidity in these markets. | We have assessed the Company's process to compute the fair value of various investments. For quoted instruments we have independently obtained market quotations and recalculated the fair valuations. For the unquoted instruments, we have obtained an understanding of the various valuation methods used by management and analyzed the reasonableness of the principal assumptions made for estimating the fair values and various other data used while arriving at the fair value measurement. |

#### Other Information

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Director's Report, Corporate Governance Report but does not include the standalone financial statements, consolidated financial statements and our auditor's report thereon. The other information is expected to be made available to us after the date of this auditor's report.

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

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

When we read the other information included in the annual report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

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# PHOTON CAPITAL ADVISORS LIMITED

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## **Responsibilities of Management and Those Charged with Governance for the Standalone Financial Statements**

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, 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 accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

## **Auditor's Responsibilities for the Audit of the Standalone Financial Statements**

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

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

- Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system 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 standalone 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 standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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



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# PHOTON CAPITAL ADVISORS LIMITED

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

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

## Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act based on our audit, we report that:
  - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - (c) The Balance Sheet, the Statement of Profit and Loss (including Other Comprehensive Income), Statement of Changes in Equity and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
  - (d) In our opinion, the aforesaid standalone financial statements comply with Accounting Standards specified under Section 133 of the Act read with Rule 7 of Companies (Accounts) Rules, 2014.
  - (e) On the basis of the written representations received from the directors as on 31st March, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2021 from being appointed as a director in terms of Section 164 (2) of the Act.
  - (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A".
  - (g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid/provided by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.
  - (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
    - i. The Company does not have pending litigations on its financial position in its standalone financial statements;
    - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
    - iii. There has been no delay in transferring amounts, which were required to be transferred to the Investor Education and Protection Fund by the Company.
2. As required by the Companies (Auditor's Report) Order, 2016, ('the Order') issued by the Central Government of India in terms of Section 143 (11) of the Act, we give in "Annexure B' a statement on the matters specified in paragraphs 3 and 4 of the Order.

For **M. Anandam & Co.,**  
Chartered Accountants  
(Firm's Registration No. 000125S)

Sd/-  
**S.V.S. Narayana**  
Partner

Membership No. 222296  
UDIN: 21222296AAAAU7878

Place: Hyderabad  
Date: 29.06.2021

## **Annexure A to the Independent Auditor's Report**

(Referred to in paragraph 1(f) under 'Report on Other Legal Regulatory Requirements' section of our report to the Members of **Photon Capital Advisors Limited** the Company of even date)

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

We have audited the internal financial controls over financial reporting of **Photon Capital Advisors Limited** ("the Company") as of 31 March 2021 in conjunction with our audit of the standalone 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 Act.

#### **Auditor's Responsibility**

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

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

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

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

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with 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 over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

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# PHOTON CAPITAL ADVISORS LIMITED

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## Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2021, 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 **M. Anandam & Co.**,  
Chartered Accountants  
(Firm's Registration No. 000125S)

Sd/-  
**S.V.S. Narayana**  
Partner  
Membership No. 222296  
UDIN: 21222296AAAAU7878

Place: Hyderabad  
Date: 29.06.2021

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# PHOTON CAPITAL ADVISORS LIMITED

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## Annexure B to the Auditors' Report

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

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
  - (b) As explained to us, the fixed assets have been physically verified by the management in a periodical manner, which in our opinion is reasonable, having regard to the size of the Company and the nature of its business. No material discrepancies were noticed on such verification.
  - (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company does not hold any immovable properties. Accordingly the provisions of paragraph 3 (1) (c) of the Order is not applicable to the Company.
- (ii) The Company does not deal inventories and accordingly the provisions of para paragraph 3 (ii) of the Order is not applicable to the Company.
- (iii) The Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Act. Accordingly, paragraph 3 (iii) (a) to (c) of the Order is not applicable.
- (iv) In our opinion and according to the information and explanations given to us, the Company has made investments which are in compliance with Section 186 of the Act. The Company has not granted loans, has not provided guarantees and securities.
- (v) According to the information and explanations given to us, the Company has not accepted deposits within the meaning of Sections 73 to 76 of the Act and the rules framed thereunder.
- (vi) The Central Government has not prescribed the maintenance of cost records under sub-section (1) of section 148 of the Act.
- (vii) (a) According to the information and explanations given to us and the records of the Company examined by us, the Company is regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, value added tax, goods and service tax, wealth tax, service tax, customs duty, excise duty, cess and any other statutory dues as applicable with the appropriate authorities and there were no arrears of outstanding statutory dues as at the last day of the financial year concerned for a period of more than six months from the date they became payable.
  - (b) According to the information and explanations, there are no dues payable in respect of provident fund, employees' state insurance, income-tax, sales-tax, value added tax, goods and services tax, wealth tax, service tax, customs duty, excise duty which have not been deposited on account of any disputes.
- (ix) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year. In our opinion and according to the information and explanations given to us, the term loans have been applied for the purpose for which the loans were obtained.
- (x) To the best of our knowledge and belief and according to the information and explanations given to us, no fraud on or by the Company was noticed or reported during the year.
- (xi) In our opinion and according to the information and explanations given to us the Company has not paid/provided managerial remuneration Accordingly, paragraph 3 (xi) of the Order is not applicable
- (xii) The Company is not a Nidhi Company Accordingly paragraph (xii) of the Order is not applicable.
- (xiii) In our opinion and 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 section 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) The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year Accordingly paragraph (xiv) of the Order is not applicable.
- (xv) In our opinion and 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 any non-cash transactions with directors or persons connected with directors and hence provisions of section 192 of the Act are not applicable.
- (xvi) The company is registered under section 45-IA of the Reserve Bank of India Act 1934.

For **M. Anandam & Co.**,  
Chartered Accountants  
(Firm's Registration No. 000125S)

Sd/-  
**S.V.S. Narayana**  
Partner

Membership No. 222296  
UDIN: 21222296AAAAU7878

Place: Hyderabad  
Date: 29.06.2021

# PHOTON CAPITAL ADVISORS LIMITED

## Standalone Balance Sheet for the year ended 31<sup>st</sup> March, 2021

| Particulars                          | Note No | Rupees in Lakhs             |                              |
|--------------------------------------|---------|-----------------------------|------------------------------|
|                                      |         | 31 <sup>st</sup> March,2021 | 31 <sup>st</sup> March, 2020 |
| <b>ASSETS</b>                        |         |                             |                              |
| <b>(1) Financial Assets</b>          |         |                             |                              |
| (a) Cash and Cash Equivalents        | 4.1     | 8.33                        | 5.69                         |
| (b) Investments                      | 4.2     | 691.93                      | 731.51                       |
| (c) Other financial Assets           | 5       | 2.49                        | 1.47                         |
| <b>(2) Non-financial assets</b>      |         |                             |                              |
| (a) Current Tax Assets (Net)         | 6       | 3.66                        | 3.69                         |
| (b) Deferred Tax Assets              | 8       | 370.36                      | 382.19                       |
| (c) Property, Plant and Equipment    | 3       | 1.84                        | 1.92                         |
| (d) Other non-financial assets       | 7       | 0.36                        | 1.06                         |
| <b>Total Assets</b>                  |         | <b>1,078.97</b>             | <b>1,127.52</b>              |
| <b>LIABILITIES AND EQUITY</b>        |         |                             |                              |
| <b>Liabilities</b>                   |         |                             |                              |
| <b>(1) Financial Liabilities</b>     |         |                             |                              |
| (i) Other Financial Liabilities      | 9       | 3.03                        | 2.91                         |
| <b>(2) Non-Financial Liabilities</b> |         |                             |                              |
| (i) Provisions                       | 10      | 0.11                        | 0.12                         |
| (ii) Other non-financial liabilities | 11      | 0.16                        | 0.19                         |
| <b>Equity</b>                        |         |                             |                              |
| (a) Equity Share Capital             | 12      | 151.37                      | 151.37                       |
| (b) Other Equity                     | 13      | 924.30                      | 972.94                       |
| <b>Total Liabilities And Equity</b>  |         | <b>1,078.97</b>             | <b>1,127.52</b>              |

Accompanying Notes are an integral part of these Financial Statements.

As per our report event date

// For and behalf of the Board of Directors //

For **M. Anandam & Co.**,  
Chartered Accountants  
(Firm Regn.No.000125S)

Sd/-  
**S.V.S. Narayana**  
Partner  
Membership No. 222296

Sd/-  
**Sobharani Nandury**  
Whole Time Director  
(DIN: 00567002)

Sd/-  
**V.R.Shankara**  
Director  
(DIN: 00041705)

Sd/-  
**Sreedhar Babu Kanuri**  
Chief Financial Officer

Sd/-  
**Neha Agarwal**  
Company Secretary  
(ACS No: 53325)

Place : Hyderabad  
Dated : 29.06.2021

# PHOTON CAPITAL ADVISORS LIMITED

## Standalone Statement of Profit and Loss for the year ended 31<sup>st</sup> March, 2021

*Rupees in Lakhs*

|     | Particulars  | Note No | 31 <sup>st</sup> March, 2021 | 31 <sup>st</sup> March, 2020 |
|-----|--|---------|------------------------------|------------------------------|
| I   | Revenue from Operations  | 14      | 0.62                         | 12.22                        |
| II  | Other Income   | 15      | 0.05                         | 0.11                         |
| III | <b>Total Income (I+II)</b>   |         | <b>0.67</b>                  | <b>12.33</b>                 |
| IV  | <b>Expenses</b>  |         |                              |                              |
|     | Employee Benefits Expense  | 16      | 26.91                        | 26.43                        |
|     | Finance Cost   | 17      | 0.05                         | 0.05                         |
|     | Depreciation and Amortization Expense                                      | 3       | 0.08                         | 0.14                         |
|     | Other Expenses   | 18      | 13.91                        | 16.39                        |
|     | <b>Total Expenses (IV)</b>   |         | <b>40.94</b>                 | <b>43.02</b>                 |
| V   | <b>Profit Before Tax ( III- IV )</b>                                       |         | <b>(40.27)</b>               | <b>(30.69)</b>               |
|     | Tax Expense :  |         |                              |                              |
|     | (1) Current tax (including earlier years)                                  | 19      | -                            | -                            |
|     | (2) Deferred Tax   | 7       | 11.83                        | 4.73                         |
|     | <b>Profit/(loss) for the Year (V -VI)</b>                                  |         | <b>(52.11)</b>               | <b>(35.42)</b>               |
|     | Other Comprehensive Income   |         |                              |                              |
|     | <b>Items that will not be reclassified to statement of profit and loss</b> |         |                              |                              |
|     | a) Remeasurement of defined employee benefit plans (net of tax)            |         | 0.67                         | (1.49)                       |
|     | b) Fair Value of Investments   |         | 2.80                         | (2.47)                       |
|     | <b>Sub-total (a+b)</b>   |         | <b>3.47</b>                  | <b>(3.96)</b>                |
|     | Total Comprehensive Income for the Year (VII + VIII)                       |         | <b>(48.64)</b>               | <b>(39.38)</b>               |
|     | Earnings per equity share (Face Value of Rs. 10/- each)                    |         |                              |                              |
|     | Basic & Diluted  | 20      | <b>(0.34)</b>                | <b>(0.23)</b>                |

The accompanying Notes are an integral part of these Financial Statements.

As per our report event date

// For and behalf of the Board of Directors //

For **M. Anandam & Co.,**  
Chartered Accountants  
(Firm Regn.No.000125S)

**Sd/-**  
**S.V.S. Narayana**  
Partner  
Membership No. 222296

**Sd/-**  
**Sobharani Nandury**  
Whole Time Director  
(DIN: 00567002)

**Sd/-**  
**V.R.Shankara**  
Director  
(DIN: 00041705)

**Sd/-**  
**Sreedhar Babu Kanuri**  
Chief Financial Officer

**Sd/-**  
**Neha Agarwal**  
Company Secretary  
(ACS No: 53325)

Place : Hyderabad  
Dated : 29.06.2021

# PHOTON CAPITAL ADVISORS LIMITED

## Statement of Cash Flow for the year ended 31<sup>st</sup> March, 2021

Rupees in Lakhs

| Particulars   | 31 <sup>st</sup> March, 2021 |         | 31 <sup>st</sup> March, 2020 |         |
|---|------------------------------|---------|------------------------------|---------|
| <b>A Cash flows from operating activities</b>               |                              |         |                              |         |
| Profit before tax   |                              | (40.27) |                              | (30.69) |
| Adjustments for :   |                              |         |                              |         |
| Depreciation and Amortization Expense                       | 0.08                         |         | 0.13                         |         |
| Finance Costs   | 0.05                         |         | 0.05                         |         |
| Interest on Fixed Deposits                                  | (0.04)                       |         | (0.10)                       |         |
| Fair value changes of Investment (net)                      | (0.61)                       |         | (12.22)                      |         |
|   |                              | (0.52)  |                              | (12.13) |
| <b>Operating Profit before Working Capital Changes</b>      |                              | (40.79) |                              | (42.82) |
| <b>Adjustments for :</b>                                    |                              |         |                              |         |
| (Increase) / Decrease in Current Assets                     | (1.02)                       |         | 0.99                         |         |
| (Increase) / Decrease in Loans and Advances                 | 0.70                         |         | (0.61)                       |         |
| Increase /( Decrease) in Current Liabilities and Provisions | 0.75                         | 0.43    | (1.23)                       | (0.85)  |
| Cash Generated from Operations                              |                              | (40.37) |                              | (43.68) |
| Direct Taxes Paid   | -                            | (0.03)  |                              | -       |
| Net Cash generated from/(used in) Operating Activities      |                              | (40.40) |                              | (43.68) |
| <b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>               |                              |         |                              |         |
| Purchase of Investment                                      | -                            |         | (280.88)                     |         |
| Proceeds from sale of investments                           | 43.00                        |         | 321.88                       |         |
| Interest received on fixed deposits                         | 0.04                         |         | 0.05                         |         |
| Net Cash from Investing Activities                          |                              | 43.04   |                              | 41.05   |
| <b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>               |                              |         |                              |         |
| Net Cash generated from Financing Activities                |                              | -       |                              | -       |
| Net increase in Cash and Cash Equivalents                   |                              | 2.64    |                              | (2.62)  |
| Cash and Cash Equivalents at the beginning of the year      |                              | 5.69    |                              | 8.32    |
| Cash and Cash Equivalents at the end of the year            |                              | 8.33    |                              | 5.69    |

### Notes

#### 1 Components of cash and cash equivalents

| Particulars   | 31 <sup>st</sup> March, 2021 | 31 <sup>st</sup> March, 2020 |
|---|------------------------------|------------------------------|
| Balances with banks   |                              |                              |
| - Current accounts  | 8.27                         | 5.56                         |
| Cash in Hand  | 0.06                         | 0.13                         |
| Cash and cash equivalents considered in the cash flow statement | 8.33                         | 5.69                         |

2 Cash flow statement has been prepared under 'Indirect method' as set out in Indian Accounting Standard - 7 specified under Section 133 of the Companies Act, 2013.

3 The accompanying Notes form an integral part of the Financial Statements.

As per our report event date

// For and behalf of the Board of Directors //

For **M. Anandam & Co.**,  
Chartered Accountants  
(Firm Regn.No.000125S)

**Sd/-**  
**S.V.S. Narayana**  
Partner  
Membership No. 222296

**Sd/-**  
**Sobharani Nandury**  
Whole Time Director  
(DIN: 00567002)

**Sd/-**  
**V.R.Shankara**  
Director  
(DIN: 00041705)

**Sd/-**  
**Sreedhar Babu Kanuri**  
Chief Financial Officer

**Sd/-**  
**Neha Agarwal**  
Company Secretary  
(ACS No: 53325)

Place : Hyderabad  
Dated : 29.06.2021

# PHOTON CAPITAL ADVISORS LIMITED

## STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31<sup>st</sup> MARCH, 2021

a. Equity share capital

Rupees in lakhs

| Particulars                     | Note No | As at<br>31st March, 2021 |
|---------------------------------|---------|---------------------------|
| As at 31st March, 2020          |         | 151.37                    |
| Changes in equity share capital |         | -                         |
| As at 31st March, 2021          |         | 151.37                    |

b. Other equity

Rupees in lakhs

| Particulars  | Reserves and surplus |                 |                   |                 |                   | Total    |
|--|----------------------|-----------------|-------------------|-----------------|-------------------|----------|
|  | Note No              | Capital Reserve | Statutory Reserve | General reserve | Retained earnings |          |
| <b>Balance as at 31 March 2019</b>                   |                      | 2.56            | 322.45            | 754.64          | (67.33)           | 1,012.31 |
| Profit for the year                                  |                      | -               | -                 | -               | (35.42)           | (35.42)  |
| Other comprehensive income / ( loss ) ( net of tax ) |                      | -               | -                 | -               | (3.96)            | (3.96)   |
| <b>Balance as at 31 March 2020</b>                   |                      | 2.56            | 322.45            | 754.64          | (106.71)          | 972.94   |
| Profit for the year                                  |                      | -               | -                 | -               | (52.11)           | (52.11)  |
| Other comprehensive income / ( loss ) ( net of tax ) |                      | -               | -                 | -               | 3.47              | 3.47     |
| <b>Balance as at 31 March 2021</b>                   |                      | 2.56            | 322.45            | 754.64          | (155.35)          | 924.30   |

The accompanying Notes are an integral part of these Financial Statements.

As per our report event date

// For and behalf of the Board of Directors //

For **M. Anandam & Co.**,  
Chartered Accountants  
(Firm Regn.No.000125S)

Sd/-  
**S.V.S. Narayana**  
Partner  
Membership No. 222296

Sd/-  
**Sobharani Nandury**  
Whole Time Director  
(DIN: 00567002)

Sd/-  
**V.R.Shankara**  
Director  
(DIN: 00041705)

Sd/-  
**Sreedhar Babu Kanuri**  
Chief Financial Officer

Sd/-  
**Neha Agarwal**  
Company Secretary  
(ACS No: 53325)

Place : Hyderabad  
Dated : 29.06.2021



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# PHOTON CAPITAL ADVISORS LIMITED

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

### 1. Background

Photon Capital Advisors Limited (the "Company") is a public limited company having its registered office situated at Plot No.90-A, Road No-9, Jubilee Hills, Hyderabad, Telangana - 500 033, India. The Company was incorporated on 31st December, 1983 under the provisions of the Companies Act applicable in India. The Company is engaged in the business of investment and financial services.

### 2. Significant Accounting Policies

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

#### (i) Compliance with Ind AS

The financial statements are prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended by the Companies (Indian Accounting Standards) Amendment Rules, 2016 and Companies (Indian Accounting Standards) Amendment Rules, 2017, the relevant provisions of the Companies Act, 2013 ('the Act') and other relevant provisions of the Act.

These financial statements of the company as at and for the year ended 31st March, 2021 (including comparatives), were duly approved and authorised for issue by the Board of Directors of the Company on 29th June 2021.

#### (ii) Basis of Preparation of Financial Statements

The financial statements have been prepared on a historical cost basis, except for the following:

- Certain financial assets and liabilities that are measured at fair value;
- Employee defined benefit plans - plan assets measured at fair value less present value of defined benefit obligation;

### 2.1 Significant Judgments, Estimates and Assumptions

The preparation of the Company's financial statements requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, the accompanying disclosures, and the disclosure of contingent liabilities at the date of the financial statements.

Estimates and assumptions are continuously evaluated and are based on management's experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

In particular, the Company has identified the following areas where significant judgments, estimates and assumptions are required. Further information on each of these areas and how they impact the various accounting policies are described below and also in the relevant notes to the financial statements. Changes in estimates are accounted for prospectively.

#### Judgments

In the process of applying the Company's accounting policies, management has made the following judgments, which have the most significant effect on the amounts recognised in the financial statements:

#### a) Contingencies

Contingent liabilities may arise from the ordinary course of business in relation to claims against the Company including legal, contractor, land access and other claims. By their nature, contingencies will be resolved only when one or more uncertain future events occur or fail to occur. The assessment of the existence and potential quantum of contingencies inherently involves the exercise of significant judgments and the use of estimates regarding the outcome of future events.

#### b) Estimates and Assumptions

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

#### c) Impairment of Non-financial Assets

The Company assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists or when annual impairment testing for an asset is required, the Company estimates the assets recoverable amount. An asset's recoverable amount is the higher of an asset's or Cash Generating Unit (CGU's) fair value less costs of disposal and its value in use. It is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets. Where the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered

impaired and is written down to its recoverable amount.

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. In determining fair value less costs of disposal, recent market transactions are taken into account. If no such transactions can be identified, an appropriate valuation model is used.

**d) Estimation of Defined Benefit Obligations**

The cost of the defined benefit plan and other post-employment benefits and the present value of such obligation are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases, mortality rates and attrition rate. Due to the complexities involved in the valuation and its long term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

**e) Fair Value Measurement of Financial Instruments**

When the fair values of financial assets and financial liabilities recorded in the Balance Sheet cannot be measured based on quoted prices in active market, their fair value is measured using valuation techniques including the Discounted Cash Flow (DCF) model. The inputs to these models are taken from observable markets where possible, but where this is not feasible, a degree of judgment is required in establishing fair values. Judgements include considerations of inputs such as liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments.

**f) Estimation of Current Tax and Deferred Tax**

Management judgment is required for the calculation of provision for income taxes and deferred tax assets and liabilities. The Company reviews at each Balance Sheet date the carrying amount of deferred tax assets. The factors used in estimates may differ from actual outcome which could lead to adjustment to the amounts reported in the financial statements.

**g) Impairment of Financial Assets**

The impairment provisions for financial assets are based on assumptions about risk of default and expected credit loss rates (ECL). The Company uses judgments in making these assumptions and selecting the inputs to the impairment calculation, based on Company's past history, existing market conditions as well as forward looking estimates at the end of each reporting period.

**2.2 Property, Plant and Equipment**

**Tangible Assets**

Property, plant and equipment are stated at historical cost less depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the items. Subsequent costs are included in the asset's carrying amount, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably.

**Derecognition**

An item of Property, Plant and Equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of assets.

**Depreciation methods, estimated useful lives**

Depreciation is calculated using the straight-line basis at the rates arrived at based on the useful lives prescribed in Schedule II of the Companies Act, 2013. The company follows the policy of charging depreciation on pro-rata basis on the assets acquired or disposed off during the year. Leasehold assets are amortised over the period of lease. Gains or losses on disposal are determined by comparing proceeds with carrying amount. Individual assets costing less than Rs. 5,000 are depreciated in full in the year of purchase.

**2.3 Leases**

- (i) Assets acquired under lease where the Company has substantially all the risks and rewards of ownership are classified as finance lease. Such leases are capitalized at the inception of lease at lower of the fair value and present value of minimum lease payments.
- (ii) Assets acquired under lease where the significant portion of risks and rewards of ownership are retained by the lesser are classified as operating lease. Lease rentals are charged to profit and loss account on accrual basis.

**2.4 Impairment of tangible assets**

The company assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or cash-generating unit's (CGU) net selling price and its value in use. The recoverable amount is determined for an individual asset, unless the asset

does not generate cash inflows that are largely independent of those from other assets or groups of assets. Where the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount. 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. In determining net selling price, recent market transactions are taken into account, if available. If no such transactions can be identified, an appropriate valuation model is used.

An assessment is made at each reporting date as to whether there is any indication that previously recognized impairment losses may no longer exist or may have decreased. If such indication exists, the company estimates the asset's or cash-generating unit's recoverable amount. A previously recognized impairment loss is reversed only if there has been a change in the assumptions used to determine the asset's recoverable amount since the last impairment loss was recognized. The reversal is limited so that the carrying amount of the asset does not exceed its recoverable amount, nor exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognized for the asset in prior years. Such reversal is recognized in the statement of profit and loss unless the asset is carried at a revalued amount, in which case the reversal is treated as a revaluation increase.

## 2.5 Investments

- i) Classification The Company classifies its financial assets in the following measurement category:
  - Measured subsequently at fair value
  - For assets measured at fair value, gains and losses are recorded in other comprehensive income.
- ii) Measurement At initial recognition, the company measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at fair value through profit or loss are expensed in profit or loss.

### Debt instruments:

Subsequent measurement of debt instruments depends on the Company's business model for managing the asset and the cash flow characteristics of the asset.

- (i) Long term investments are carried at cost. Diminution in the value of investments, other than temporary, is provided for
- (ii) Current investments are carried at fair value
- (iii) Unlisted and not-actively traded investments are stated at their fair value

## 2.6 Fair Value Measurement

The Company measures financial instruments such as investments in shares at fair value at each Balance Sheet date. Fair value is the price that would be received to sell an asset or paid to transfer a liability at the measurement date. All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole.

- Level 1 - Quoted (unadjusted) market prices in active markets for identical assets or liabilities.
- Level 2 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.
- Level 3 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

## 2.7 Revenue recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognized:

### Income from services

Revenues from maintenance contracts are recognized pro-rata over the period of the contract as and when services are rendered. The company collects Goods & Services Tax on behalf of the government and, therefore, it is not an economic benefit flowing to the company. Hence, it is excluded from revenue.

### Interest

Interest income is recognized on a time proportion basis taking into account the amount outstanding and the applicable interest rate. Interest income is included under the head "other income" in the statement of profit and loss.

**On sale of investments:**

Revenue from sale of investments is recognised in the year of sale net of expenses.

**Dividends**

Dividend income is recognized when the company's right to receive dividend is established by the reporting date.

**2.8 Retirement and other employee benefits****Short-term employee benefits**

The undiscounted amount of short term employee benefits expected to be paid in exchange for the services rendered by employees are recognised during the year when the employees render the service. These benefits include salaries, social security contributions and short term compensated absences which are expected to occur within twelve months after the end of the period in which the employee renders the related service. The cost of such compensated absences is accounted as under :

- (a) in case of accumulated compensated absences, when employees render the services that increase their entitlement of future compensated absences; and
- (b) in case of non-accumulating compensated absences, when the absences occur.

**Long-term Employee Benefits**

Compensated absences and other benefits like gratuity which are allowed to be carried forward over a period in excess of 12 months after the end of the period in which the employee renders the related service are recognised as a non-current liability at the present value of the defined benefit obligation as at the Balance Sheet date out of which the obligations are expected to be settled.

**Defined contribution plans**

Company's contributions paid/payable during the year are recognized in the Profit and Loss Account.

**Defined benefit plans**

For defined benefit plans in the form of gratuity, the cost of providing benefits is determined using 'the Projected Unit Credit method, with actuarial valuations being carried out at each Balance Sheet date. Remeasurements, comprising of actuarial gains and losses, the effect of the asset ceiling, excluding amounts included in net interest on the net defined benefit liability and the return on plan assets (excluding amounts included in net interest on the net defined benefit liability), are recognised immediately in the Balance Sheet with a corresponding debit or credit to retained earnings through other comprehensive income in the period in which they occur. The retirement benefit obligation recognised in the Balance Sheet represents the present value of the defined benefit obligation as adjusted for unrecognised past service cost. Remeasurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognized in the period in which they occur, directly in other comprehensive income.

**2.9 Taxes on Income****Income tax**

Tax expense comprises current and deferred tax. Current income-tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income-tax Act, 1961 enacted in India and tax laws prevailing in the respective tax jurisdictions where the company operates. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date. Current income tax relating to items recognized directly in equity is recognized in equity and not in the statement of profit and loss.

**Deferred tax**

Deferred tax liabilities are provided using the liability method on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

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

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the period when the asset is realized or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the Balance Sheet date. Tax relating to items recognised directly in equity/ other comprehensive income is recognised in respective head and not in the Statement of Profit & Loss.

The carrying amount of deferred tax assets is reviewed at each Balance Sheet date and is adjusted to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the asset to be recovered.

Deferred tax assets and deferred tax liabilities are offset only if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

**2.10 Earnings Per Share**

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting preference dividends and attributable taxes) by the weighted average number of equity shares outstanding during the period. Partly paid equity shares are treated as a fraction of an equity share to the extent that they are entitled to participate in dividends relative to a fully paid equity share during the reporting period.

**2.11 Provisions, Contingent Liabilities and Contingent Assets**

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

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost. Provisions are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates.

Contingent liability is disclosed in the case of :

- a present obligation arising from past events, when it is not probable that an outflow of resources will be required to settle the obligation.
- a present obligation arising from past events, when no reliable estimate is possible.

Contingent assets are neither recognised nor disclosed in the Financial Statements.

**2.12 Cash and cash equivalents**

Cash and cash equivalents for the purposes of cash flow statement comprise cash at bank and in hand and short-term investments with an original maturity of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

**2.13 Equity, Reserves and Dividend Payments**

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

Retained earnings include current and prior period retained profits. All transactions with owners of the Company are recorded separately within equity.

Dividend distributions payable to equity shareholders is included in other liabilities when the dividends have been approved in a general meeting prior to the reporting date.

**2.14 Rounding off amounts**

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

**2.15 Recent Accounting Developments:**

The Code on Social Security, 2020 has been approved by the Indian Parliament subject to certain pending formalities, which would impact the contributions made by the Company towards various employee benefits like Provident Fund and Gratuity. The Ministry of Labour and Employment had released draft rules for the Code on Social Security, 2020 on November 13, 2020, and has invited suggestions from stakeholders which are under active consideration by the Ministry. The Company needs to assess the impact and its evaluation once the subject rules are notified.

# PHOTON CAPITAL ADVISORS LIMITED

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

## 3 PROPERTY, PLANT & EQUIPMENT

Rupees in lakhs

Changes in carrying value of property, plant and equipment for the year ended 31.03.2021

| Particulars            | Gross carrying amount |           |           | Accumulated depreciation |                      |              |              | Net carrying amount   |                       |                       |
|------------------------|-----------------------|-----------|-----------|--------------------------|----------------------|--------------|--------------|-----------------------|-----------------------|-----------------------|
|                        | As at 1st April 2020  | Additions | Deletions | As at 31st March 2021    | As at 1st April 2020 | For the Year | On disposals | As at 31st March 2021 | As at 31st March 2021 | As at 31st March 2020 |
| Furniture and fixtures | 3.66                  | -         | -         | 3.66                     | 2.85                 | 0.06         | -            | 2.91                  | 0.75                  | 0.81                  |
| Electrical Equipment   | 3.24                  | -         | -         | 3.24                     | 2.89                 | 0.02         | -            | 2.92                  | 0.32                  | 0.35                  |
| Office Equipment       | 0.70                  | -         | -         | 0.70                     | 0.12                 | -            | -            | 0.12                  | 0.58                  | 0.58                  |
| Computer Equipment     | 0.26                  | -         | -         | 0.26                     | 0.08                 | -            | -            | 0.08                  | 0.18                  | 0.18                  |
| <b>TOTAL</b>           | <b>7.86</b>           | <b>-</b>  | <b>-</b>  | <b>7.86</b>              | <b>5.94</b>          | <b>0.08</b>  | <b>-</b>     | <b>6.02</b>           | <b>1.84</b>           | <b>1.92</b>           |

## 3(b) Property, plant and equipment

| Particulars            | Gross carrying amount |           |           | Accumulated depreciation |                    |              |              | Net carrying amount |                     |                     |
|------------------------|-----------------------|-----------|-----------|--------------------------|--------------------|--------------|--------------|---------------------|---------------------|---------------------|
|                        | As at 1 April 2019    | Additions | Deletions | As at 31 March 2020      | As at 1 April 2019 | For the Year | On disposals | As at 31 March 2020 | As at 31 March 2020 | As at 31 March 2019 |
| Furniture and fixtures | 3.66                  | -         | -         | 3.66                     | 2.80               | 0.06         | -            | 2.85                | 0.81                | 0.86                |
| Electrical Equipment   | 3.24                  | -         | -         | 3.24                     | 2.82               | 0.08         | -            | 2.89                | 0.35                | 0.42                |
| Office Equipment       | 0.70                  | -         | -         | 0.70                     | 0.12               | -            | -            | 0.12                | 0.58                | 0.58                |
| Computer Equipment     | 0.26                  | -         | -         | 0.26                     | 0.08               | -            | -            | 0.08                | 0.18                | 0.18                |
| <b>TOTAL</b>           | <b>7.86</b>           | <b>-</b>  | <b>-</b>  | <b>7.86</b>              | <b>5.81</b>        | <b>0.14</b>  | <b>-</b>     | <b>5.95</b>         | <b>1.92</b>         | <b>2.05</b>         |

## 4.1 CASH & CASH EQUIVALENTS

| S.No. | Particulars         | As at 31st March, 2021 | As at 31st March, 2020 |
|-------|---------------------|------------------------|------------------------|
| 1     | Balances with Banks |                        |                        |
|       | - Current Accounts  | 8.27                   | 5.56                   |
| 2     | Cash on Hand        | 0.06                   | 0.13                   |
|       | <b>Total</b>        | <b>8.33</b>            | <b>5.69</b>            |

## 4.2 INVESTMENTS- NON CURRENT

| S.No.    | Particulars  | As at 31st March, 2021 | As at 31st March, 2020 |
|----------|--|------------------------|------------------------|
| <b>A</b> | <b>Investment in Equity Instruments-At Amortised Cost</b>  |                        |                        |
|          | Investment in Subsidiary Company (Unquoted- fully paid up) |                        |                        |
|          | Nicoso Consulting Private Limited                          |                        |                        |
|          | (31st March,2021, 59,90,000shares of Rs.10/- each)         | 599.00                 | 599.00                 |
|          | (31st March,2020, 59,90,000shares of Rs.10/- each)         |                        |                        |
|          | <b>Total</b>   | <b>599.00</b>          | <b>599.00</b>          |
|          | <b>Aggregate amount of Unquoted Investments</b>            | <b>599.00</b>          | <b>599.00</b>          |

# PHOTON CAPITAL ADVISORS LIMITED

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

## 4.2 INVESTMENTS-CURRENT

| S.No. | Particulars  | As at 31st March, 2021 | As at 31st March, 2020 |
|-------|--|------------------------|------------------------|
| (a)   | <b>Investment in Equity Instruments (Quoted-fully paid up)<br/>Carried at Fair value through Other Comprehensive Income</b>  |                        |                        |
| 1     | Peeti securities Limited<br>(31st March 2021, 3500 shares of Rs 9.15 each)<br>(31st March 2020, 3500 shares of Rs 6.28 each) | 0.32                   | 0.22                   |
| 2     | Liquid Benchmark ETS<br>(31st March 2021, 7.65 units of Rs 1000 each)<br>(31st March 2020, 7.81 units of Rs 1000 each)       | 0.08                   | 0.08                   |
|       | <b>Total</b>   | <b>0.40</b>            | <b>0.30</b>            |

| S.No. | Particulars   | As at 31st March, 2021 | As at 31st March, 2020 |
|-------|---|------------------------|------------------------|
| (b)   | <b>Investment in Mutual Fund<br/>Carried at Fair value through Other Comprehensive Income</b> |                        |                        |
| 1     | ICICI Prud. Overnight Fund (Dir) (G)5999337<br>(23685.083 Units NAV of 110.9815 each).        | 26.29                  | 32.32                  |
| 2     | ABSL Overnight Direct (G) 1016223135<br>(3108.486 Units NAV of 1113.0391 each)                | 34.60                  | 33.58                  |
| 3     | HDFC Overnight Fund (Direct) (G) 11061596/76<br>(1035.014 Units NAV of 3058.0616 each)        | 31.65                  | 66.31                  |
|       | <b>Total</b>  | <b>92.54</b>           | <b>132.21</b>          |
|       | <b>Total Current Investments</b>  | <b>92.93</b>           | <b>132.51</b>          |
|       | Market Value of Quoted Investments  | 0.40                   | 0.30                   |
|       | Aggregate amount of Quoted Investments  | 0.11                   | 0.11                   |
|       | Aggregate Market Value of Unquoted Investments  | 92.54                  | 132.21                 |
|       | Aggregate amount of Unquoted Investments  | 89.81                  | 132.18                 |
|       | Investments Carried at Fair Value through Other Comprehensive Income                          | 92.93                  | 132.51                 |

## 5 OTHER FINANCIAL ASSETS (NON-CURRENT)

| S.No. | Particulars                    | As at 31st March, 2021 | As at 31st March, 2020 |
|-------|--------------------------------|------------------------|------------------------|
| 1     | Gratuity (Excess Contribution) | 1.76                   | 0.64                   |
| 2     | Rental Deposits                | 0.65                   | 0.75                   |
| 3     | Telephone Deposits             | 0.08                   | 0.08                   |
|       | <b>Total</b>                   | <b>2.49</b>            | <b>1.47</b>            |

## 6 CURRENT TAX ASSETS

| S.No. | Particulars                            | As at 31st March, 2021 | As at 31st March, 2020 |
|-------|--|------------------------|------------------------|
| 1     | Opening Balance                        | 3.69                   | 3.69                   |
| 2     | Less: Refund Received                  | (0.03)                 | -                      |
| 3     | Less: Current Tax expense for the year | -                      | -                      |
|       | <b>Total</b>                           | <b>3.66</b>            | <b>3.69</b>            |

# PHOTON CAPITAL ADVISORS LIMITED

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

## 7 OTHER FINANCIAL ASSETS

| S.No. | Particulars                                 | As at 31st March, 2021 | As at 31st March, 2020 |
|-------|---|------------------------|------------------------|
| 1     | <b>Advances other than Capital Advances</b> |                        |                        |
|       | Prepaid Expenses                            | 0.17                   | 0.57                   |
|       | Advances recoverable in cash or kind        | 0.09                   | 0.08                   |
| 2     | <b>Other Advances</b>                       |                        |                        |
|       | Prepaid Expenses-Lease Rent                 | 0.09                   | -                      |
|       | Salary Advance                              | -                      | 0.40                   |
|       | <b>Total</b>                                | <b>0.36</b>            | <b>1.06</b>            |

## 8 Deferred Tax Assets

| S.No. | Particulars   | As at 31st March, 2021 | As at 31st March, 2020 |
|-------|---|------------------------|------------------------|
| 1     | <b>Deferred Tax Assets</b>  |                        |                        |
|       | (Arising on account of timing difference)   |                        |                        |
|       | (a) Depreciation Loss / Investment Allowance  | -                      | -                      |
|       | (b) Impact of expenditure charged to the statement of profit and loss in the current year but allowed for tax purposes on payment basis | -                      | -                      |
|       | (c) Carry forward of business loss  | 316.13                 | 327.96                 |
|       | (d) Unused tax credits  | 54.23                  | 54.23                  |
|       | <b>Total</b>  | <b>370.36</b>          | <b>382.19</b>          |

### Reconciliation of Deferred Tax Assets :

| Particulars   | As at 31st March, 2021 | As at 31st March, 2020 |
|---|------------------------|------------------------|
| Opening Balance - Deferred Tax Asset                          | 382.19                 | 386.92                 |
| Tax Income/(Expense) recognised in Profit or Loss             | (11.66)                | (5.10)                 |
| Tax Income/(Expense) recognised in Other Comprehensive Income | (0.17)                 | 0.37                   |
| <b>Deferred Tax Assets / (Liabilities)</b>                    | <b>370.36</b>          | <b>382.19</b>          |

### Movements in DTA:

| Particulars                           | On account of Depreciation Loss & Employee Benefits | Others - Unused Tax Credits | On account of Business loss & unabsorbed depreciation | Total         |
|---------------------------------------|---|-----------------------------|---|---------------|
| At 1st April, 2020                    | (4.80)  | 54.23                       | 332.76  | 382.19        |
| (Charged)/Credited :                  |   |                             |   |               |
| to Profit or Loss                     | -   | -                           | (11.66)   | (11.66)       |
| to Other Comprehensive Income         | 0.17  | -                           | -   | (0.17)        |
| <b>At 31<sup>st</sup> March, 2021</b> | <b>(4.63)</b>                                       | <b>54.23</b>                | <b>321.10</b>   | <b>370.36</b> |

## 9 OTHER FINANCIAL LIABILITIES (CURRENT)

| S.No. | Particulars      | As at 31st March, 2021 | As at 31st March, 2020 |
|-------|------------------|------------------------|------------------------|
| 1     | Expenses Payable | 3.03                   | 2.91                   |
|       | <b>Total</b>     | <b>3.03</b>            | <b>2.91</b>            |



# PHOTON CAPITAL ADVISORS LIMITED

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

Rupees in lakhs

## 10 PROVISIONS

| S.No. | Particulars                    | As at 31st March, 2021 | As at 31st March, 2020 |
|-------|--------------------------------|------------------------|------------------------|
| 1     | Provision for Leave Encashment | 0.11                   | 0.12                   |
|       | <b>Total</b>                   | <b>0.11</b>            | <b>0.12</b>            |

## 11 OTHER CURRENT LIABILITIES

| S.No. | Particulars            | As at 31st March, 2021 | As at 31st March, 2020 |
|-------|------------------------|------------------------|------------------------|
| 1     | Statutory Dues Payable | 0.16                   | 0.19                   |
|       | <b>Total</b>           | <b>0.16</b>            | <b>0.19</b>            |

## 12 EQUITY SHARE CAPITAL

| S.No.    | Particulars   | As at 31st March, 2021 | As at 31st March, 2020 |
|----------|---|------------------------|------------------------|
| <b>1</b> | <b>Authorized Share Capital</b>   |                        |                        |
|          | 40,00,000 Equity shares of Rs 10/- each<br>(As at 31st March, 2021, 40,00,000 Equity Shares of Rs.10/- each)<br>(As at 1st April, 2020, 40,00,000 Equity Shares of Rs.10/- each)  | 400.00                 | 400.00                 |
|          | <b>Total</b>  | <b>400.00</b>          | <b>400.00</b>          |
| <b>2</b> | <b>Issued, Subscribed &amp; Fully Paid Up Capital</b>   |                        |                        |
|          | 15,13,694 equity shares of Rs.10/- each fully paid up<br>(As at 31st March, 2021, 15,13,694 Equity Shares of Rs.10/- each fully paid up)<br>(As at 31st March, 2020, 15,13,694 Equity Shares of Rs.10/- each fully paid up) | 151.37                 | 151.37                 |
|          | <b>Total</b>  | <b>151.37</b>          | <b>151.37</b>          |

### 12.1 Reconciliation of number of Equity Shares outstanding and amount of share capital as at 31st March 2021

| S.No. | Name of the shareholder                         | As at 31st March, 2021 |               | As at 31st March, 2020 |               |
|-------|---|------------------------|---------------|------------------------|---------------|
|       |   | No. of Shares          | Rs. In Lakhs  | No. of Shares          | Rs. In Lakhs  |
|       | Shares Outstanding at the beginning of the year | 15.14                  | 151.37        | 15.14                  | 151.37        |
|       | Add: Shares issued during the year              | -                      | -             | -                      | -             |
|       | Shares Outstanding at the end of the year       | <b>15.14</b>           | <b>151.37</b> | <b>15.14</b>           | <b>151.37</b> |

### 12.2 Details of the shareholders holding more than 5% shares are set out below :

| S.No. | Name of the shareholder | As at 31st March, 2021 |              | As at 31st March, 2020 |              |
|-------|-------------------------|------------------------|--------------|------------------------|--------------|
|       |                         | No. of Shares          | % of holding | No. of Shares          | % of holding |
| 1     | Mrs. Sobharani Nandury  | 4.67                   | 30.88        | 4.67                   | 30.88        |
| 2     | Mr. Tejaswy Nandury     | 4.99                   | 32.99        | 4.99                   | 32.99        |

# PHOTON CAPITAL ADVISORS LIMITED

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

Rupees in lakhs

- 12.3. The company has one class of equity shares having a face value of Rs.10 each. Each shareholder is eligible for one vote per share held. The company declares and pays dividend in Indian Rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.
- 12.4. The company is an Investment company, the objective of the Company is to invest in long term investments, and distributing the profits of Company by way of dividends in a way that shareholders can participate equitably in the Company's growth, while maintaining the financial foundation of the Company and ensure sustainable growth. Accordingly, the Company has framed various policies such as investment policy, dividend distribution policy which lays down the framework of company's capital management.

### 13 OTHER EQUITY

| S.No.    | Particulars                        | As at 31st March, 2021 | As at 31st March, 2020 |
|----------|------------------------------------|------------------------|------------------------|
| 1        | (a) Capital Reserve                | 2.56                   | 2.56                   |
| 2        | (b) Statutory Reserve              | 322.45                 | 322.45                 |
| 3        | (c) General Reserve                | 754.64                 | 754.64                 |
| <b>4</b> | <b>Retained Earnings</b>           |                        |                        |
|          | Balance as per last Financial year | (59.62)                | (24.21)                |
|          | Add: Profit for the year           | (52.11)                | (35.42)                |
|          | Closing Balance                    | (111.73)               | (59.62)                |
| <b>5</b> | <b>Other Comprehensive Income</b>  |                        |                        |
|          | (a) Fair Value of Investments      | (43.62)                | (47.09)                |
|          | <b>Total</b>                       | <b>924.30</b>          | <b>972.94</b>          |

### 13.1 OTHER EQUITY

| S.No. | Particulars                 | As at 31st March, 2021 | As at 31st March, 2020 |
|-------|-----------------------------|------------------------|------------------------|
|       | <b>Reserves and surplus</b> |                        |                        |
| 1     | Capital Reserve             | 2.56                   | 2.56                   |
| 2     | General Reserve             | 754.64                 | 754.64                 |
| 3     | Statutory Reserve           | 322.45                 | 322.45                 |
| 4     | Retained earnings           | (111.73)               | (59.62)                |
| 5     | Other Comprehensive Income  | (43.62)                | (47.09)                |
|       | <b>Total</b>                | <b>924.30</b>          | <b>972.94</b>          |

#### 1. Capital Reserve

| S.No. | Particulars              | As at 31st March, 2021 | As at 31st March, 2020 |
|-------|--------------------------|------------------------|------------------------|
|       | Opening Balance          | 2.56                   | 2.56                   |
|       | Movement during the year | -                      | -                      |
|       | <b>Total</b>             | <b>2.56</b>            | <b>2.56</b>            |

# PHOTON CAPITAL ADVISORS LIMITED

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

Rupees in lakhs

## 2. General Reserve

| S.No. | Particulars              | As at 31st March, 2021 | As at 31st March, 2020 |
|-------|--------------------------|------------------------|------------------------|
|       | Opening Balance          | 754.64                 | 754.64                 |
|       | Movement during the year | -                      | -                      |
|       | <b>Total</b>             | <b>754.64</b>          | <b>754.64</b>          |

## 3. Statutory Reserve

| S.No. | Particulars              | As at 31st March, 2021 | As at 31st March, 2020 |
|-------|--------------------------|------------------------|------------------------|
|       | Opening Balance          | 322.45                 | 322.45                 |
|       | Movement during the year | -                      | -                      |
|       | <b>Total</b>             | <b>322.45</b>          | <b>322.45</b>          |

## 4. Retained earnings

| S.No. | Particulars            | As at 31st March, 2021 | As at 31st March, 2020 |
|-------|------------------------|------------------------|------------------------|
|       | Opening Balance        | (59.62)                | (24.21)                |
|       | Profit for the year    | (52.11)                | (35.42)                |
|       | <b>Closing Balance</b> | <b>(111.73)</b>        | <b>(59.62)</b>         |

## 5. Other Comprehensive Income

| S.No. | Particulars  | As at 31st March, 2021 | As at 31st March, 2020 |
|-------|--|------------------------|------------------------|
|       | Fair Value of Investments                                    | (47.09)                | (43.13)                |
|       | Remeasurement of defined employee benefit plans (net of tax) | 3.47                   | (3.96)                 |
|       | <b>Closing Balance</b>                                       | <b>(43.62)</b>         | <b>(47.09)</b>         |

### Nature and purpose of other reserves

- (1) Capital Reserve is used to record forfeited shares. The reserve is utilised in accordance with the provisions of the Act.
- (2) General Reserve is used to for strengthening the financial position and meeting future contingencies and losses.
- (3) Statutory Reserve is created pursuant to Reserve Bank of India (Amendment) Act, 1997. Utilisation of the reserve is permitted only for the purposes specified by the RBI.
- (4) The Retained Earnings represents the cumulative profits of the company. This reserve can be utilized in accordance with the provisions of the Companies Act,2013.

**4.2 (E) Investments**

| Investments                              | As at 31st March, 2021 |                                    |                        |                                   | As at 31st March, 2020 |                                    |                        |                                   |               |
|--|------------------------|------------------------------------|------------------------|-----------------------------------|------------------------|------------------------------------|------------------------|-----------------------------------|---------------|
|  | Amortised cost         | At Fair Value                      |                        |                                   | Amortised cost         | At Fair Value                      |                        |                                   |               |
|  |                        | Through Other Comprehensive Income | Through profit or loss | Designated through profit or loss |                        | Through Other Comprehensive Income | Through profit or loss | Designated through profit or loss |               |
|  |                        |                                    | Others*                | Total                             |                        |                                    | Others*                | Sub-Total                         | Total         |
| Mutual funds                             |                        | 92.54                              |                        | 92.54                             | 132.21                 |                                    |                        | 132.21                            | 132.21        |
| Subsidiaries                             | 599.00                 | -                                  |                        | 599.00                            | -                      |                                    |                        | 599.00                            | 599.00        |
| Equity instruments                       |                        | 0.40                               |                        | 0.40                              | 0.30                   |                                    |                        | 0.30                              | 0.30          |
| Others : Investments in partnership firm |                        |                                    |                        |                                   |                        |                                    |                        |                                   |               |
| <b>TOTAL</b>                             | <b>599.00</b>          | <b>92.93</b>                       |                        | <b>691.93</b>                     | <b>132.51</b>          |                                    |                        | <b>731.51</b>                     | <b>731.51</b> |

# PHOTON CAPITAL ADVISORS LIMITED

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

## 14 REVENUE FROM OPERATIONS

Rupees in lakhs

| Sl. No. | Particulars              | Year ended 31 <sup>st</sup> March 2021 | Year ended 31 <sup>st</sup> March 2020 |
|---------|--------------------------|--|--|
| 1       | Profit from sale of      |  |  |
|         | (a) Investments          | 0.62                                   | 12.22                                  |
|         | (b) Equity Index Futures | -                                      | -                                      |
|         | <b>Total</b>             | <b>0.62</b>                            | <b>12.22</b>                           |

## 15 OTHER INCOME

| Sl. No. | Particulars                           | Year ended 31 <sup>st</sup> March 2021 | Year ended 31 <sup>st</sup> March 2020 |
|---------|---------------------------------------|--|--|
| 1       | Interest Income                       | 0.04                                   | 0.10                                   |
| 2       | Dividend Income                       | 0.002                                  | 0.002                                  |
| 3       | Share of Profit from Partnership firm | -                                      | -                                      |
|         | <b>Total</b>                          | <b>0.5</b>                             | <b>0.11</b>                            |

## 16 EMPLOYEE BENEFIT EXPENSES

| Sl. No. | Particulars                 | Year ended 31 <sup>st</sup> March 2021 | Year ended 31 <sup>st</sup> March 2020 |
|---------|-----------------------------|--|--|
| 1       | Salaries, Wages and Bonus   | 25.89                                  | 25.40                                  |
| 2       | Gratuity & Leave Encashment | 0.46                                   | 0.61                                   |
| 3       | Staff Welfare Expenses      | 0.55                                   | 0.42                                   |
|         | <b>Total</b>                | <b>26.91</b>                           | <b>26.43</b>                           |

16.1 As per Ind AS 19 "Employee Benefits", the disclosures of employee benefits as defined in the Indian Accounting Standard are given below:

### (i) Leave obligations

The leave obligation covers the Company's liability for earned leave which is unfunded.

### (ii) Post-employment obligations

#### a) Gratuity

The Company provides for gratuity for employees as per the Payment of Gratuity Act, 1972. The amount of gratuity payable on retirement/termination is the employees last drawn basic salary per month computed proportionately for 15 days salary multiplied for the number of years of service. The Company operates post retirement gratuity plan with LIC of India. The present value of obligation is determined based on actuarial valuation using the Projected Unit Credit Method, which recognises each period of service giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

# PHOTON CAPITAL ADVISORS LIMITED

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

Rupees in lakhs

The following table sets out the amounts recognised in the financial statements in respect of gratuity plan

| Particulars   | Year ended<br>31 <sup>st</sup> March<br>2021 | Year ended<br>31 <sup>st</sup> March<br>2020 |
|---|--|--|
| <b>Change in defined benefit obligations:</b>                               |  |  |
| Obligation at the beginning of the year                                     | 4.46   | 2.30   |
| Current service costs   | 0.49   | 0.51   |
| Interest costs  | 0.27   | 0.18   |
| Remeasurement (gains)/losses  | (0.61)                                       | 1.48   |
| Benefits paid   | (0.78)                                       | -  |
| <b>Obligation at the end of the year</b>                                    | <b>3.84</b>                                  | <b>4.46</b>                                  |
| <b>Change in plan assets :</b>  |  |  |
| Fair value of plan assets at the beginning of the year                      | 5.10   | 3.98   |
| Interest income   | 0.35   | 0.33   |
| Remeasurement (gains)/losses  | 0.07   | 0.01   |
| Employer's contributions  | 0.91   | 0.79   |
| Benefits paid   | (0.83)                                       | (0.02)                                       |
| <b>Fair value of plan assets at the end of the year</b>                     | <b>5.60</b>                                  | <b>5.10</b>                                  |
| <b>Expenses recognised in the statement of profit and loss consists of:</b> |  |  |
| <b>Employee benefits expense :</b>  |  |  |
| Current service costs   | 0.49   | 0.51   |
| Net interest expenses   | (0.07)                                       | (0.16)                                       |
|   | <b>0.41</b>                                  | <b>0.35</b>                                  |
| <b>Other comprehensive income :</b>   |  |  |
| (Gain)/Loss on Plan assets  | 0.07   | 0.01   |
| <b>Actuarial (gain)/loss arising from changes in financial assumptions</b>  |  |  |
| Actuarial (gain)/loss arising from changes in experience adjustments        | (0.55)                                       | 1.01   |
|   | <b>(0.48)</b>                                | <b>1.02</b>                                  |
| <b>Expenses recognised in the statement of profit and loss</b>              | <b>0.41</b>                                  | <b>0.35</b>                                  |

Amounts recognised in the balance sheet consists of

| Particulars  | Year ended<br>31 <sup>st</sup> March<br>2021 | Year ended<br>31 <sup>st</sup> March<br>2020 |
|--|--|--|
| Fair value of plan assets at the end of the year   | 5.60   | 0.00   |
| Present value of obligation at the end of the year | 3.84   | 4.46   |
| Recognises as                                      |  |  |
| Retirement benefit liability - Non-current         | 3.77   | 4.38   |

# PHOTON CAPITAL ADVISORS LIMITED

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

### iv) Significant estimates and sensitivity Analysis

Rupees in lakhs

The sensitivity of the defined benefit obligation to changes in key assumptions is:

| Particulars        | Key assumptions |               | Defined benefit obligation |               |               |                           |               |               |
|--------------------|-----------------|---------------|----------------------------|---------------|---------------|---------------------------|---------------|---------------|
|                    |                 |               | Increase in assumption by  |               |               | Decrease in assumption by |               |               |
|                    | 31 March 2021   | 31 March 2020 | Rate                       | 31 March 2021 | 31 March 2020 | Rate                      | 31 March 2021 | 31 March 2020 |
| Discount rate      | 0.07            | 0.07          | 1.00%                      | (10.20)       | 3.96          | 1.00%                     | 11.90         | 5.04          |
| Salary growth rate | 0.04            | 0.04          | 1.00%                      | 12.40         | 5.07          | 1.00%                     | (10.90)       | 3.94          |
| Withdrawal rate    | -               | -             | 1.00%                      | 2.60          | 4.59          | 1.00%                     | (2.90)        | 4.31          |

The above sensitivity analysis is based on a change in each assumption while holding all other assumptions constant. In practice, this is unlikely to occur and changes in some of the assumptions may be correlated. When calculating the sensitivity of the defined benefit obligation to significant actuarial assumptions, the same method (present value of the defined benefit obligation calculated with the projected unit credit method at the end of the reporting period) has been applied as when calculating the defined benefit liability recognised in the balance sheet.

### v) Risk exposure

Through its defined benefit plans, the Company is exposed to a number of risks, the most significant of which are detailed below:

#### Interest rate risk:

The defined benefit obligation calculated uses a discount rate based on government bonds. If bond yields fall, the defined benefit obligation will tend to increase.

#### Salary inflation risk:

Higher than expected increases in salary will increase the defined benefit obligation.

#### Demographic risk:

This is the risk of variability of results due to unsystematic nature of decrements that include mortality, withdrawal, disability and retirement. The effect of these decrements on the defined benefit obligation is not straight forward and depends upon the combination of salary increase, discount rate and vesting criteria. It is important not to overstate withdrawals because in the financial analysis the retirement benefit of a short career employee typically costs less per year as compared to a long service employee.

## 17 FINANCE COSTS

| Sl. No. | Particulars   | Year ended 31 <sup>st</sup> March 2021 | Year ended 31 <sup>st</sup> March 2020 |
|---------|---------------|--|--|
| 1       | Interest Cost | 0.05                                   | 0.05                                   |
|         | <b>Total</b>  | <b>0.05</b>                            | <b>0.05</b>                            |

# PHOTON CAPITAL ADVISORS LIMITED

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

## 18 OTHER EXPENSES

Rupees in lakhs

| Sl. No. | Particulars                                  | Year ended 31 <sup>st</sup> March 2021 | Year ended 31 <sup>st</sup> March 2020 |
|---------|--|--|--|
| 1       | Repairs and Maintenance                      | 1.16                                   | 1.34                                   |
| 2       | Travelling Expenses                          | 0.01                                   | 0.12                                   |
| 3       | Advertisement Expenses                       | 0.66                                   | 0.72                                   |
| 4       | Rent Expenses                                | 2.83                                   | 3.90                                   |
| 5       | Rates and Taxes                              | 3.93                                   | 3.84                                   |
| 6       | Payments to auditors (refer note 19 a)       | 2.36                                   | 2.42                                   |
| 7       | Legal and Professional Consultancy Fees      | 2.44                                   | 1.91                                   |
| 8       | Printing and Stationery Expenses             | 0.01                                   | 0.60                                   |
| 9       | Postage,Telephones,Courier,Internet & E-mail | 0.30                                   | 0.95                                   |
| 10      | Office Expenses                              | 0.00                                   | 0.05                                   |
| 11      | Software charges                             | 0.15                                   | 0.47                                   |
| 12      | Miscellaneous Expenses                       | 0.06                                   | 0.07                                   |
|         | <b>Total</b>                                 | <b>13.91</b>                           | <b>16.39</b>                           |

### 18a. Payment to auditor

| Sl. No. | Particulars                  | Year ended 31 <sup>st</sup> March 2021 | Year ended 31 <sup>st</sup> March 2020 |
|---------|------------------------------|--|--|
|         | <b>To statutory auditors</b> |  |  |
|         | -Statutory audit fee         | 2.36                                   | 2.36                                   |
|         | -Reimbursement of expenses   | -                                      | 0.06                                   |
|         | <b>Total</b>                 | <b>2.36</b>                            | <b>2.42</b>                            |

## 19 CURRENT TAX

| Sl. No. | Particulars                        | Year ended 31 <sup>st</sup> March 2021 | Year ended 31 <sup>st</sup> March 2020 |
|---------|------------------------------------|--|--|
| 1       | Current Tax                        | -                                      | -                                      |
| 2       | Excess Provision for earlier years | -                                      | -                                      |
|         | <b>Total</b>                       | <b>-</b>                               | <b>-</b>                               |

Reconciliation of the Income Tax Expense (Current tax + Deferred tax) amount considering the enacted Income Tax Rate and effective Income Tax rate of the Company as follows.

| Sl. No. | Particulars   | Year ended 31 <sup>st</sup> March 2021 | Year ended 31 <sup>st</sup> March 2020 |
|---------|---|--|--|
|         | Profit/(loss) before Income Tax                                 | (40.27)                                | (30.69)                                |
|         | Tax at the Indian tax rate                                      |  |  |
|         | Effect of Deferred Tax  | 11.83                                  | 4.73                                   |
|         | Income Tax expense reported in the Statement of Profit and Loss | 11.83                                  | 4.73                                   |



# PHOTON CAPITAL ADVISORS LIMITED

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

### 20 EARNINGS PER SHARE

Rupees in lakhs

Basic and Diluted EPS amounts are calculated by dividing the profit for the year attributable to equity holders of the company 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 of the company 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.

| Sl. No. | Particulars  | Year ended 31 <sup>st</sup> March 2021 | Year ended 31 <sup>st</sup> March 2020 |
|---------|--|--|--|
| 1       | Profit/(Loss) after tax (A)  | (52.11)                                | (35.42)                                |
| 2       | Weighted average number of Equity Shares outstanding during the period (B) | 151.37                                 | 151.37                                 |
| 3       | Nominal value of Equity Shares   | 10.00                                  | 10.00                                  |
| 4       | Basic/Diluted Earnings per Share (A/B)                                     | (0.34)                                 | (0.23)                                 |

### 21 Names of related parties and nature of relationships:

| Name of the Related Party   | Nature of Relationship   |
|---|--|
| (a) Nicos Consulting Private Limited  | Subsidiary Company   |
| (b) Key management personnel<br>Mrs. Sobharani Nandury<br>Mr. Tejaswy Nandury                       | Whole Time Director<br>Non-Executive Director                          |
| (c) Non-whole-time Directors<br>Mr. J. Narasimha Rao<br>Mr. V. R. Shankara<br>Mrs. Suchitra Nandury | Independent Director<br>Independent Director<br>Non-Executive Director |

### Details of transactions during the year where related party relationship existed:

| Names of the related parties | Nature of Transactions | Year ended 31 <sup>st</sup> March, 2021 | Year ended 31 <sup>st</sup> March, 2020 |
|------------------------------|------------------------|---|---|
| Shobha Rani Nandury          | Rent paid              | 2.83                                    | 3.90                                    |

22 There are no Contingent Liabilities as on Balance Sheet Date.

23 There are no Capital and other commitments as on Balance Sheet Date.

### 24. Financial instruments and risk management

#### Fair values

- The carrying amounts of other financial liabilities(current), cash and cash equivalents, investments and other financial liabilities(current) are considered to be the same as fair value due to their short term nature.
- The fair value of financial assets and liabilities is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.
- Set out below is a comparison by class of the carrying amounts and fair value of the Company's financial instruments, other than those with carrying amounts that are reasonable approximation of fair values:

# PHOTON CAPITAL ADVISORS LIMITED

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

(i) Categories of financial instruments

Rupees in lakhs

| Particulars  | Level | As at 31 <sup>st</sup> March, 2021 |               | As at 31 <sup>st</sup> March, 2020 |               |
|--|-------|------------------------------------|---------------|------------------------------------|---------------|
|  |       | Carrying amount                    | Fair value*   | Carrying amount                    | Fair value*   |
| <b>Financial assets</b>  |       |                                    |               |                                    |               |
| <b>Measured at amortised cost :</b>                              |       |                                    |               |                                    |               |
| <b>Non-current</b>   |       |                                    |               |                                    |               |
| Investments  | 2     | 599.00                             | 599.00        | 599.00                             | 599.00        |
| <b>Current</b>   |       |                                    |               |                                    |               |
| Cash and Cash Equivalents  | 3     | 8.33                               | 8.33          | 5.69                               | 5.69          |
| <b>Measured at fair value through Other Comprehensive Income</b> |       |                                    |               |                                    |               |
| Investments  | 1     | 92.93                              | 92.93         | 132.51                             | 132.51        |
| <b>Measured at fair value through profit and loss</b>            |       |                                    |               |                                    |               |
| <b>Non-current</b>   |       |                                    |               |                                    |               |
| Other financial assets   | 3     | 2.49                               | 2.49          | 1.47                               | 1.47          |
| <b>Current</b>   |       |                                    |               |                                    |               |
| <b>Total</b>   |       | <b>103.76</b>                      | <b>103.76</b> | <b>139.67</b>                      | <b>139.67</b> |
| <b>Financial liabilities</b>                                     |       |                                    |               |                                    |               |
| <b>Measured at amortised cost</b>                                |       |                                    |               |                                    |               |
| <b>Current</b>   |       |                                    |               |                                    |               |
| Other Financial Liabilities                                      | 3     | 3.03                               | 3.03          | 2.91                               | 2.91          |
| <b>Total</b>   |       | <b>3.03</b>                        | <b>3.03</b>   | <b>2.91</b>                        | <b>2.91</b>   |

\*Fair value of instruments is classified in various fair value hierarchies based on the following three levels:

**Level 1:** Level 1 hierarchy includes financial instruments measured using quoted prices.

**Level 2:** The fair value of financial instruments that are not traded in an active market is determined using valuation techniques, which maximise the use of observable market data and rely as little as possible on entity specific estimates. If significant inputs required to fair value an instruments are observable, the instrument is included in Level 2.

**Level 3:** If one or more of the significant inputs are not based on observable market data, the instruments is included in level 3.

Management uses its best judgement in estimating the fair value of its financial instruments. However, there are inherent limitations in any estimation technique. Therefore, for substantially all financial instruments, the fair value estimates presented above are not necessarily indicative of the amounts that the Company could have realized or paid in sale transactions as of respective dates. As such, the fair value of financial instruments subsequent to the reporting dates may be different from the amounts reported at each reporting date. In respect of investments as at the transaction date, the Company has assessed the fair value to be the carrying value of the investments as these companies are in their initial years of operations obtaining necessary regulatory approvals to commence their business.

## 25. Fair Value Hierarchy

The following table provides the fair value measurement hierarchy of the Company's assets and Liabilities.

**Quantitative disclosures fair value measurement hierarchy for assets as at 31st March, 2021:**

Rupees in lakhs

| Particulars                               | Date of valuation | Total | Fair value measurement using    |                               |                                 |
|---|-------------------|-------|---------------------------------|-------------------------------|---------------------------------|
|   |                   |       | Quoted prices in active markets | Significant observable inputs | Significant unobservable inputs |
|   |                   |       | (Level 1)                       | (Level 2)                     | (Level 3)                       |
| <b>Assets measured at amortised cost:</b> |                   |       |                                 |                               |                                 |
| Other Financial Assets                    | 31st March, 2021  | 2.49  | -                               | -                             | 2.49                            |
| Cash and cash equivalents                 | 31st March, 2021  | 8.33  | -                               | -                             | 8.33                            |

# PHOTON CAPITAL ADVISORS LIMITED

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

Rupees in lakhs

## Quantitative disclosures fair value measurement hierarchy for assets as at 31st March, 2020:

| Particulars                               | Date of valuation | Total | Fair value measurement using    |                               |                                 |
|---|-------------------|-------|---------------------------------|-------------------------------|---------------------------------|
|   |                   |       | Quoted prices in active markets | Significant observable inputs | Significant unobservable inputs |
|   |                   |       | (Level 1)                       | (Level 2)                     | (Level 3)                       |
| <b>Assets measured at amortised cost:</b> |                   |       |                                 |                               |                                 |
| Other Financial Assets                    | 31st March, 2020  | 1.47  | -                               | -                             | 1.47                            |
| Cash and cash equivalents                 | 31st March, 2020  | 5.69  | -                               | -                             | 5.69                            |

## Quantitative disclosures fair value measurement hierarchy for liabilities as at 31st March, 2021:

| Particulars                                    | Date of valuation | Total | Fair value measurement using    |                               |                                 |
|--|-------------------|-------|---------------------------------|-------------------------------|---------------------------------|
|  |                   |       | Quoted prices in active markets | Significant observable inputs | Significant unobservable inputs |
|  |                   |       | (Level 1)                       | (Level 2)                     | (Level 3)                       |
| <b>Liabilities measured at amortised cost:</b> |                   |       |                                 |                               |                                 |
| Other Financial Liabilities                    | 31st March, 2021  | 3.03  | -                               | -                             | 3.03                            |

## Quantitative disclosures fair value measurement hierarchy for liabilities as at 31st March, 2020:

| Particulars                                    | Date of valuation | Total | Fair value measurement using    |                               |                                 |
|--|-------------------|-------|---------------------------------|-------------------------------|---------------------------------|
|  |                   |       | Quoted prices in active markets | Significant observable inputs | Significant unobservable inputs |
|  |                   |       | (Level 1)                       | (Level 2)                     | (Level 3)                       |
| <b>Liabilities measured at amortised cost:</b> |                   |       |                                 |                               |                                 |
| Other Financial Liabilities                    | 31st March, 2020  | 2.91  | -                               | -                             | 2.91                            |

The management assessed that fair value of financial assets and liabilities significantly approximate their carrying amounts largely due to the short term maturities of these instruments. The fair value of the financial assets and liabilities is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

The Company determines fair values of financial assets or liabilities by discounting the contractual cash inflows / outflows using prevailing interest rates of financial instruments with similar terms. The initial measurement of financial assets and financial liabilities is at fair value. Further, the subsequent measurements of all assets and liabilities is at amortised cost, using effective interest rate method.

### The following methods and assumptions were used to estimate fair values:-

- The fair value of the Company's interest bearings borrowings are determined using discount rate that reflects the entity's discount rate at the end of the reporting period. The own non-performance risk as at the reporting period is assessed to be insignificant.

For other non-current financial assets and liabilities the fair value is the same as the amortized cost, measured using the discount rate at the time of initial recognition of financial assets and liabilities.

A one percent change in the unobserved inputs used in fair valuation of level 3 Assets and liabilities does not have a significant impact in its value.

### Fair value of financial assets and financial liabilities

The carrying value of the current financial assets and current financial liabilities are considered to be same as their values, due to their short-term nature. The non-current borrowings and securities deposits are carried at amortized cost which is considered as their fair value.

# PHOTON CAPITAL ADVISORS LIMITED

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

### 26. Financial risk management

Rupees in lakhs

The Company is exposed to market risk (fluctuation in foreign currency exchange rates, price and interest rate), liquidity risk and credit risk, which may adversely impact the fair value of its financial instruments. The Company assesses the unpredictability of the financial environment and seeks to mitigate potential adverse effects on the financial performance of the Company.

#### (a) Market Risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices.

#### (b) Liquidity risk

Prudent liquidity risk management implies maintaining sufficient cash and the availability of funding to meet obligations when due and to close out market positions. Company's treasury maintains flexibility in funding by maintaining availability under deposits in banks.

Management monitors cash and cash equivalents on the basis of expected cash flows.

### 27. Capital Management

For the purpose of the Company's capital management, capital includes issued equity capital, share premium and all other equity reserves attributable to the equity holders. The primary objective of the company's capital management is to maximise the shareholder value.

The company manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants. The company monitors capital using a gearing ratio, which is debt divided by total capital.

| Particulars                              | 31 <sup>st</sup> March, 2021 | 31 <sup>st</sup> March, 2020 |
|--|------------------------------|------------------------------|
| <b>Borrowings</b>                        |                              |                              |
| Debt                                     | -                            | -                            |
| Equity                                   |                              |                              |
| Equity share capital                     | 151.37                       | 151.37                       |
| Other equity                             | 924.3                        | 972.94                       |
| <b>Total Capital</b>                     | <b>1,075.67</b>              | <b>1,124.31</b>              |
| <b>Gearing ratio in % (debt/ equity)</b> | -                            | -                            |

In order to achieve this overall objective, the Company's capital management, amongst other things, aims to ensure that it meets financial covenants attached to the interest-bearing loans and borrowings that define capital structure requirements. Breaches in meeting the financial covenants would permit the bank to immediately call loans and borrowings. There have been no borrowings in current period

No changes were made in the objectives, policies or processes for managing capital during the years ended 31 March 2021 and 31 March 2020

**Schedule of a non-deposit taking non-banking financial company [as required in terms of Para 13 of Non-Banking Financial Company - Systematically Important Non - Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016]**

| Particulars  | 31 March 2021      |                 | 31 March 2020      |                 |
|--|--------------------|-----------------|--------------------|-----------------|
|  | Amount Outstanding | Amount Over Due | Amount Outstanding | Amount Over Due |
| <b>Liabilities Side :</b>  |                    |                 |                    |                 |
| (1) Loans and advances availed by the NBFCs Inclusive of interest accrued thereon but not paid     | -                  | -               | -                  | -               |
| (a) Debentures : Secured and Un Secured (other than falling within the meaning of public deposits) | -                  | -               | -                  | -               |
| (b) Deferred Credits   | -                  | -               | -                  | -               |
| (c) Term Loans   | -                  | -               | -                  | -               |
| (d) Inter-corporate loans and borrowing  | -                  | -               | -                  | -               |
| (e) Commercial Paper   | -                  | -               | -                  | -               |

# PHOTON CAPITAL ADVISORS LIMITED

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

Rupees in lakhs

|  | -                         | - | -                         | - |
|--|---------------------------|---|---------------------------|---|
| (f) Public Deposits  | -                         | - | -                         | - |
| (g) Other Loans (Overdraft from a bank)  | -                         | - | -                         | - |
| <b>Assets Side :</b>   | <b>Amount Outstanding</b> |   | <b>Amount Outstanding</b> |   |
| <b>(2) Break-up of Loans and Advances including bills receivables [other than those included in 3 below] outstanding outstanding</b> |                           |   |                           |   |
| (a) Secured  | -                         | - | -                         | - |
| (b) Unsecured  | -                         | - | -                         | - |
| <b>(3) Break up of Leased Assets and stock on hire and hypothecation loans counting towards AFC activities</b>                       |                           |   |                           |   |
| (i) Lease assets including lease rentals under sundry debtors  | -                         | - | -                         | - |
| (a) Financial lease  | -                         | - | -                         | - |
| (b) Operating Lease  | -                         | - | -                         | - |
| (ii) Stock on hire including hire charges under sundry debtors   | -                         | - | -                         | - |
| (a) Assets on hire   | -                         | - | -                         | - |
| (b) Repossessed Assets   | -                         | - | -                         | - |
| (iii) Other loans counting towards AFC activities  | -                         | - | -                         | - |
| (a) Loans where assets have been repossessed   | -                         | - | -                         | - |
| (b) Loans other than (a) above   | -                         | - | -                         | - |
| <b>(4) Break-up of Investments : (net of provision for diminution)</b>   |                           |   |                           |   |
| <b>Current Investments :</b>   |                           |   |                           |   |
| <b>1. Quoted :</b>   |                           |   |                           |   |
| (i) Shares : (a) Equity  | 0.40                      |   | 0.30                      |   |
| (b) Preference   | -                         |   | -                         |   |
| (ii) Debentures and Bonds  | -                         |   | -                         |   |
| (iii) Units of mutual funds  | 92.54                     |   | 132.21                    |   |
| (iv) Government Securities   | -                         |   | -                         |   |
| (v) Others   | -                         |   | -                         |   |
| <b>2. Unquoted :</b>   |                           |   |                           |   |
| (i) Shares : (a) Equity  | 599                       |   | 599                       |   |
| (b) Preference   | -                         |   | -                         |   |
| (ii) Debentures and Bonds  | -                         |   | -                         |   |
| (iii) Units of mutual funds  | -                         |   | -                         |   |
| (iv) Government Securities   | -                         |   | -                         |   |
| (v) Others   | -                         |   | -                         |   |
| <b>Long Term Investments :</b>   |                           |   |                           |   |
| <b>1. Quoted :</b>   |                           |   |                           |   |
| (i) Shares: (a) Equity   | -                         |   | -                         |   |
| (b) Preference   | -                         |   | -                         |   |
| (ii) Debentures/Bonds  | -                         |   | -                         |   |
| (iii) Units of mutual funds  | -                         |   | -                         |   |
| (iv) Government Securities   | -                         |   | -                         |   |
| (v) Others - exchange traded fund  | -                         |   | -                         |   |
| <b>2. Unquoted :</b>   |                           |   |                           |   |
| (i) Shares : (a) Equity  | -                         |   | -                         |   |
| (b) Preference   | -                         |   | -                         |   |
| (ii) Debentures and Bonds  | -                         |   | -                         |   |
| (iii) Units of mutual funds  | -                         |   | -                         |   |
| (iv) Government Securities   | -                         |   | -                         |   |
| (v) Others - Units of venture capital fund   | -                         |   | -                         |   |
|  | <b>691.93</b>             |   | <b>731.51</b>             |   |

# PHOTON CAPITAL ADVISORS LIMITED

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

Rupees in lakhs

| <b>(5) Borrower group-wise classification of all leased assets, stock-on-hire and loans and advances (including other Current Assets)</b>    |  |  |  |  |
|--|--|--|--|--|
|  | Secured  | Un Secured   | Secured  | Un Secured   |
| <b>1. Related Parties</b>  |  |  |  |  |
| a) Subsidiaries  | -  | -  | -  | -  |
| b) Companies in the same group   | -  | -  | -  | -  |
| c) Other related parties   | -  | -  | -  | -  |
| <b>2. Other than related parties</b>   |  |  |  |  |
| <b>(6) Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted)</b> |  |  |  |  |
|  | Market Value/<br>Break up or<br>fair value<br>or NAV | Market Value/<br>Break up or<br>fair value<br>or NAV | Market Value/<br>Break up or<br>fair value<br>or NAV | Market Value/<br>Break up or<br>fair value<br>or NAV |
| <b>1. Related Parties</b>  |  |  |  |  |
| a) Subsidiaries  | 599.00   | 599.00   | 599.00   | 599.00   |
| b) Companies in the same group   | -  | -  | -  | -  |
| c) Other related parties   | -  | -  | -  | -  |
| <b>2. Other than related parties</b>   | 92.93  | 92.93  | 132.51   | 132.51   |
|  | <b>691.93</b>  | <b>691.93</b>  | <b>731.51</b>  | <b>731.51</b>  |
| <b>(7) Other Information</b>   |  |  |  |  |
| Gross Non-Performing Assets  |  |  |  |  |
| (a) Related parties  |  |  |  |  |
| (b) Other than related parties   |  |  |  |  |
| Net Non-Performing Assets  |  |  |  |  |
| (a) Related parties  |  |  |  |  |
| (b) Other than related parties   |  |  |  |  |
| Assets acquired in satisfaction of debt  |  |  |  |  |
| Signatures to notes to financial statements and NBFC (Non-Deposit Accepting or Holding) Companies Prudential Norms (RBI) Directions, 2016.   |  |  |  |  |

## 28. Impact of Covid-19

The Company has considered the possible effects that may result from the pandemic relating to Covid-19 in the preparation of these standalone financial statements including the recoverability of carrying amounts of financial and non-financial assets. In developing the assumptions relating to the possible future uncertainties in the global economic conditions because of this pandemic, the Company has, at the date of approval of these financial statements, used internal and external sources of information including credit reports and related information and economic forecasts and expects that the carrying amount of these assets will be recovered. The impact of Covid-19 on the Company's financial statements may differ from that estimated as at the date of approval of these standalone financial statements.

## 29. Note on Code on Security, 2020

The Indian Parliament has approved the Code on Social Security, 2020 which would impact the contributions by the company towards Provident Fund and Gratuity. The Ministry of Labour and Employment has released draft rules for the Code on Social Security, 2020 on November 13, 2020, and has invited suggestions from stakeholders which are under active consideration by the Ministry. The Company will assess the impact and its evaluation once the subject rules are notified and will give appropriate impact in its financial statements in the period in which, the Code becomes effective and the related rules to determine the financial impact are published.

## 30. Previous year's figures have been regrouped/reclassified, wherever necessary, to correspond with current year's classification / disclosure

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# PHOTON CAPITAL ADVISORS LIMITED

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As per our report event date

// For and behalf of the Board of Directors //

For **M. Anandam & Co.,**  
Chartered Accountants  
(Firm Regn.No.000125S)

**Sd/-**  
**S.V.S. Narayana**  
Partner  
Membership No. 222296

**Sd/-**  
**Sobharani Nandury**  
Whole Time Director  
(DIN: 00567002)

**Sd/-**  
**V.R.Shankara**  
Director  
(DIN: 00041705)

**Sd/-**  
**Sreedhar Babu Kanuri**  
Chief Financial Officer

**Sd/-**  
**Neha Agarwal**  
Company Secretary  
(ACS No: 53325)

Place : Hyderabad  
Dated : 29.06.2021

# PHOTON CAPITAL ADVISORS LIMITED

## INDEPENDENT AUDITORS' REPORT

To the Members of  
Photon Capital Advisors Limited, Hyderabad

### Report on the Audit of the Consolidated Financial Statements

#### Opinion

We have audited the consolidated financial statements of **Photon Capital Advisors Limited** (hereinafter referred to as "the Holding Company") and its subsidiary Nicosia Consulting Private Limited (the Holding Company and its subsidiary together referred to as "the Group"), which comprise the Consolidated Balance Sheet as at 31<sup>st</sup> March, 2021, and the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Consolidated Statement of Changes in Equity and the Consolidated Cash Flow Statement for the year then ended, and notes to the consolidated financial statements, including a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 ("the Act"), in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the consolidated state of affairs of the Group as at March 31, 2021, of its consolidated loss (including other comprehensive income), consolidated changes in equity and its consolidated cash flows for the year ended on that date.

#### Basis for Opinion

We conducted our audit of the consolidated financial statements 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 Consolidated Financial Statements* section of our report. We are independent of the Group, in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in India in terms of the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") and the relevant provisions of the Companies Act, 2013, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the consolidated financial statements of the current period. These matters were addressed in the context of our audit of the consolidated 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.

| Sr. No. | Key Audit Matter   | Auditor's Response  |
|---------|--|---|
| 1       | <b>Fair Valuation of investments</b>   |   |
|         | The Group's investments are measured at fair value at each reporting date and these fair value measurements significantly impact the Holding Company's results. Within the Holding Company's investment portfolio, the valuation of certain assets such as unquoted equity requires significant judgement as a result of quoted prices being unavailable and limited liquidity in these markets. | We have assessed the Group's process to compute the fair value of various investments. For quoted instruments we have independently obtained market quotations and recalculated the fair valuations. For the unquoted instruments, we have obtained an understanding of the various valuation methods used by management and analysed the reasonableness of the principal assumptions made for estimating the fair values and various other data used while arriving at the fair value measurement. |

#### Other Information

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

Our opinion on the consolidated 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 consolidated financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

When we read the other information included in the annual report, if we conclude that that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.



## **Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements**

The Holding Company's Board of Directors is responsible for the preparation and presentation of these consolidated financial statements in term of the requirements of the Act that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

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

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

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

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

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

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Holding 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 Group'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 consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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## PHOTON CAPITAL ADVISORS LIMITED

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- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities included in the consolidated financial statements of which we are the independent auditors. For the other entities included in the consolidated financial statements, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

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

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated 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.

### Other Matters

We did not audit the financial statements of subsidiary, whose financial statement reflects total assets of Rs.577.97 lacs as at March 31, 2021, total revenues of Rs. 38.72 lacs and net cash outflows amounting to Rs.(0.56) lacs for the year ended on that date, as considered in the consolidated financial statements. The consolidated financial statements also include the Group's share of net profit (including other comprehensive profit (net)) of Rs. 37.95 lacs for the year ended March 31, 2021, as considered in the consolidated financial statements. These financial statements have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of the subsidiary, and our report in terms of sub-section (3) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiary is based solely on the reports of the other auditor.

Our opinion on the consolidated financial statements, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditor.

### Report on Other Legal and Regulatory Requirements

1. 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 relating to the preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books.
  - (c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), Consolidated Statement of Changes in Equity and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of the preparation of the consolidated financial statements.
  - (d) In our opinion, the aforesaid consolidated financial statements comply with the Indian Accounting Standards prescribed under Section 133 of the Act read with Rule 7 of Companies (Accounts) Rules, 2014.
  - (e) On the basis of the written representations received from the directors of the Holding Company as on 31st March, 2021 taken on record by the Board of Directors of the Holding Company, none of the directors of the Holding Company is disqualified as on 31st March, 2021 from being appointed as a director in terms of Section 164 (2) of the Act.
  - (f) With respect to the adequacy of the internal financial controls over financial reporting of the Holding Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A".

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## PHOTON CAPITAL ADVISORS LIMITED

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- (g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:  
In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Holding Company to its directors during the year is in accordance with the provisions of section 197 of the Act.
- (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Group does not have any pending litigations on its financial position in its consolidated financial statements;
  - ii. The Group did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
  - iii. There has been no delay in transferring amounts which were required to be transferred to the Investor Education and Protection Fund by the Holding Company.

For **M. Anandam & Co.**,  
Chartered Accountants  
(Firm's Registration No. 000125S)

Sd/-  
**S.V.S. Narayana**  
Partner  
Membership No. 222296  
UDIN: 2122296AAAAAW7929

Place: Hyderabad  
Date: 29.06.2021

## **Annexure A to the Independent Auditor's Report**

(Referred to in paragraph 1(f) under 'Report on Other Legal Regulatory Requirements' section of our report to the Members of **Photon Capital Advisors Limited** the Company of even date)

### **Annexure "A" to the Independent Auditor's Report**

(Referred to in paragraph 1(f) under 'Report on Other Legal Regulatory Requirements' section of our report of even date)

#### **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 the consolidated Ind AS financial statements of **Photon Capital Advisors Limited** (hereinafter referred to as "the Holding Company"), its subsidiary company as of March 31, 2021 in conjunction with our audit of the consolidated Ind AS financial statements of the Company for the year ended on that date.

#### **Management's Responsibility for Internal Financial Controls**

The respective Board of Directors of the Holding Company, its subsidiary company are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Holding Company and its subsidiary 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 the Holding 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.

#### **Auditor's Responsibility**

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated 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 Holding Company's internal financial controls system over financial reporting.

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

A Company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with 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.

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# **PHOTON CAPITAL ADVISORS LIMITED**

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

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

### **Opinion**

In our opinion, to the best of our information and according to the explanations given to us, the Holding Company and its subsidiary company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2021, based on the internal control over financial reporting criteria established by the Holding Company's subsidiary 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 M. Anandam & Co.,**  
Chartered Accountants  
(Firm's Registration No. 000125S)

Sd/-  
**S.V.S. Narayana**  
Partner

Membership No. 222296  
UDIN: 2122296AAAAAW7929

Place: Hyderabad  
Date: 29.06.2021

# PHOTON CAPITAL ADVISORS LIMITED

## CONSOLIDATED BALANCE SHEET AS AT 31<sup>ST</sup> MARCH, 2021

Rupees in Lakhs

| Particulars                                | Note No | 31 <sup>st</sup> March,2021 | 31 <sup>st</sup> March, 2020 |
|--|---------|-----------------------------|------------------------------|
| <b>ASSETS</b>                              |         |                             |                              |
| <b>(1) Financial Assets</b>                |         |                             |                              |
| (a) Cash and Cash Equivalents              | 7.2     | 11.85                       | 9.77                         |
| (b) Investments                            | 7.1     | 665.99                      | 666.92                       |
| (b) Investments                            | 4.2     | 2.49                        | 1.87                         |
| <b>(2) Non-Financial Assets</b>            |         |                             |                              |
| (a) Current Tax Assets (Net)               | 8       | 3.66                        | 3.69                         |
| (b) Deferred Tax Assets                    | 5       | 371.75                      | 383.71                       |
| (c) Property, Plant and Equipment          | 3       | 1.84                        | 1.92                         |
| (d) Other non-financial assets             | 9       | 0.36                        | 0.66                         |
| <b>Total Assets</b>                        |         | <b>1,057.93</b>             | <b>1,068.54</b>              |
| <b>LIABILITIES AND EQUITY</b>              |         |                             |                              |
| <b>LIABILITIES</b>                         |         |                             |                              |
| <b>(1) Financial Liabilities</b>           |         |                             |                              |
| Other Financial Liabilities                | 13      | 3.13                        | 3.01                         |
| <b>(2) Non-Financial Liabilities</b>       |         |                             |                              |
| (a) Provisions                             | 14      | 0.11                        | 0.12                         |
| (b) Other non-financial liabilities        | 15      | 0.16                        | 0.19                         |
| <b>EQUITY</b>                              |         |                             |                              |
| (a) Equity Share Capital                   | 10      | 151.37                      | 151.37                       |
| (b) Other Equity                           | 11      | 902.21                      | 912.95                       |
| <b>Non controlling interests</b>           | 12      | 0.96                        | 0.90                         |
| <b>Total Liabilities and Equity</b>        |         | <b>1,057.93</b>             | <b>1,068.54</b>              |
| Summary of significant accounting policies | 2       |                             |                              |

Accompanying Notes are an integral part of the Consolidated Financial Statements.

As per our report event date

// For and behalf of the Board of Directors //

For **M. Anandam & Co.**,  
Chartered Accountants  
(Firm Regn.No.000125S)

Sd/-  
**S.V.S. Narayana**  
Partner  
Membership No. 222296

Sd/-  
**Sobharani Nandury**  
Whole Time Director  
(DIN: 00567002)

Sd/-  
**V.R.Shankara**  
Director  
(DIN: 00041705)

Sd/-  
**Sreedhar Babu Kanuri**  
Chief Financial Officer

Sd/-  
**Neha Agarwal**  
Company Secretary  
(ACS No: 53325)

Place : Hyderabad  
Dated : 29.06.2021

# PHOTON CAPITAL ADVISORS LIMITED

## Consolidated Statement of Profit and Loss for the year ended 31<sup>st</sup> March, 2021

(Rupees in Lakhs)

|      | Particulars  | Note No | 31 <sup>st</sup> March, 2021 | 31 <sup>st</sup> March, 2020 |
|------|--|---------|------------------------------|------------------------------|
| I    | <b>Revenue from Operations</b>   |         |                              |                              |
|      | Profit from sale of investments  | 16      | 0.62                         | 12.22                        |
| II   | Other Income   | 17      | 38.77                        | 0.11                         |
| III  | <b>Total Income (I+II)</b>   |         | <b>39.39</b>                 | <b>12.33</b>                 |
| IV   | <b>Expenses</b>  |         |                              |                              |
|      | Employee Benefits Expense  | 19      | 26.91                        | 26.98                        |
|      | Finance Cost   | 20      | 0.05                         | 0.05                         |
|      | Depreciation   | 3       | 0.08                         | 0.14                         |
|      | Other Expenses   | 21      | 14.55                        | 28.51                        |
|      | <b>Total Expenses (IV)</b>   |         | <b>41.58</b>                 | <b>55.68</b>                 |
| V    | <b>Profit Before Tax ( III- IV )</b>                                       |         | <b>(2.19)</b>                | <b>(43.35)</b>               |
| VI   | Tax Expense :  |         |                              |                              |
|      | (1) Current tax  | 22      | -                            | -                            |
|      | (2) Deferred Tax   |         | 11.97                        | 5.21                         |
| VII  | <b>Profit/(loss) for the Year (V -VI)</b>                                  |         | <b>(14.16)</b>               | <b>(48.56)</b>               |
| VIII | Other Comprehensive Income   |         |                              |                              |
|      | <b>Items that will not be reclassified to statement of profit and loss</b> |         |                              |                              |
|      | a) Remeasurement of defined employee benefit plans (net of tax)            |         | 0.67                         | (1.49)                       |
|      | b) Fair Value of Investments   |         | 2.80                         | (2.47)                       |
|      | <b>Sub-total (A+B)</b>   |         | <b>3.47</b>                  | <b>(3.96)</b>                |
| IX   | Total Comprehensive Income for the Year (VII + VIII)                       |         | <b>(10.69)</b>               | <b>(52.53)</b>               |
| X    | Profit / (Loss) attributable to:   |         |                              |                              |
|      | (i) Owners of the parent   |         | (14.14)                      | (48.48)                      |
|      | (ii) Non Controlling Interest  |         | (0.02)                       | (0.08)                       |
| XI   | Total Comprehensive Income Profit for the period                           |         |                              |                              |
|      | Attributable to:   |         |                              |                              |
|      | (I) Owners of the parent   |         | (10.67)                      | (52.44)                      |
|      | (II) Non Controlling Interest  |         | (0.02)                       | (0.09)                       |
| X    | Earnings per equity share (Face Value of Rs. 10/- each)                    |         |                              |                              |
|      | Basic & Diluted  | 23      | (0.94)                       | (3.21)                       |

The accompanying Notes are an integral part of these Financial Statements.

As per our report event date

// For and behalf of the Board of Directors //

For **M. Anandam & Co.,**  
Chartered Accountants  
(Firm Regn.No.000125S)

**Sd/-**  
**S.V.S. Narayana**  
Partner  
Membership No. 222296

**Sd/-**  
**Sobharani Nandury**  
Whole Time Director  
(DIN: 00567002)

**Sd/-**  
**V.R.Shankara**  
Director  
(DIN: 00041705)

**Sd/-**  
**Sreedhar Babu Kanuri**  
Chief Financial Officer

**Sd/-**  
**Neha Agarwal**  
Company Secretary  
(ACS No: 53325)

Place : Hyderabad  
Dated : 29.06.2021

# PHOTON CAPITAL ADVISORS LIMITED

## Consolidated Statement of Cash Flow for the year ended 31<sup>st</sup> March, 2021

(Rupees in Lakhs)

| Particulars   | 31 <sup>st</sup> March, 2021 |         | 31 <sup>st</sup> March, 2020 |         |
|---|------------------------------|---------|------------------------------|---------|
| <b>A Cash flows from operating activities</b>               |                              |         |                              |         |
| Profit before tax   |                              | (2.19)  |                              | (43.35) |
| Adjustments for :   |                              |         |                              |         |
| Depreciation and Amortization Expense                       | 0.08                         |         | 0.14                         |         |
| Finance Costs   | 0.05                         |         | 0.05                         |         |
| Interest on Fixed Deposits                                  | (0.04)                       |         | (0.10)                       |         |
| Share of Loss/(profit) from Partner ship Firm               | (38.64)                      |         | 11.87                        |         |
| Profit/loss on sale of Investment (net)                     | (0.61)                       |         | (12.22)                      |         |
|   |                              | (39.16) |                              | (0.27)  |
| <b>Operating Profit before Working Capital Changes</b>      |                              | (41.35) |                              | (43.62) |
| <b>Adjustments for:</b>                                     |                              |         |                              |         |
| (Increase) / Decrease in Current Assets                     | (1.02)                       |         | 0.60                         |         |
| (Increase) / Decrease in Loans and Advances                 | 0.70                         |         | (0.21)                       |         |
| Increase /( Decrease) in Current Liabilities and Provisions | 0.75                         | 0.43    | (1.23)                       | (0.85)  |
| Cash Generated from Operations                              |                              | (40.93) |                              | (44.46) |
| Direct Taxes Paid   |                              | (0.03)  |                              | -       |
| Net Cash generated from/(used in) Operating Activities      |                              | (40.96) |                              | (44.46) |
| <b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>               |                              |         |                              |         |
| Purchase of Investment                                      | -                            |         | (280.88)                     |         |
| Proceeds from sale of investments                           | 43.00                        |         | 321.88                       |         |
| Interest received on fixed deposits                         | 0.04                         |         | 0.05                         |         |
| Net Cash from Investing Activities                          |                              | 43.04   |                              | 41.05   |
| <b>CASH FLOW FROM FINANCING ACTIVITIES</b>                  |                              |         |                              |         |
| Net Cash generated from Financing Activities                | -                            | -       | -                            | -       |
| Net increase in Cash and Cash Equivalents                   |                              | 2.08    |                              | (3.42)  |
| Cash and Cash Equivalents at the beginning of the year      |                              | 9.77    |                              | 13.19   |
| Cash and Cash Equivalents at the end of the year            |                              | 11.85   |                              | 9.77    |

### 1 Components of cash and cash equivalents

| Particulars   | 31 <sup>st</sup> March, 2021 | 31 <sup>st</sup> March, 2020 |
|---|------------------------------|------------------------------|
| Balances with banks                                   |                              |                              |
| - Current accounts                                    | 11.79                        | 9.64                         |
| Cash in Hand  | 0.07                         | 0.13                         |
| Cash and cash equivalents considered in the cash flow | 11.85                        | 9.77                         |

2 Cash flow statement has been prepared under 'Indirect method' as set out in Indian Accounting Standard - 7 specified under Section 133 of the Companies Act, 2013.

3 The accompanying Notes form an integral part of the Financial Statements.

As per our report event date

// For and behalf of the Board of Directors //

For **M. Anandam & Co.**,  
Chartered Accountants  
(Firm Regn.No.000125S)

**Sd/-**  
**S.V.S. Narayana**  
Partner  
Membership No. 222296

**Sd/-**  
**Sobharani Nandury**  
Whole Time Director  
(DIN: 00567002)

**Sd/-**  
**V.R.Shankara**  
Director  
(DIN: 00041705)

**Sd/-**  
**Sreedhar Babu Kanuri**  
Chief Financial Officer

**Sd/-**  
**Neha Agarwal**  
Company Secretary  
(ACS No: 53325)

Place : Hyderabad  
Dated : 29.06.2021



# PHOTON CAPITAL ADVISORS LIMITED

## STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31<sup>st</sup> MARCH, 2021

### a. Equity share capital (Rupees in Lakhs)

| Particulars                     | Note No | Amount |
|---------------------------------|---------|--------|
| <b>As at 31 March 2019</b>      | 10      | 151.37 |
| Changes in equity share capital |         | -      |
| <b>As at 31 March 2020</b>      |         | 151.37 |
| Changes in equity share capital |         | -      |
| <b>As at 31 March 2021</b>      |         | 151.37 |

### b. Other equity (Rupees in Lakhs)

| Particulars  | Reserves and surplus |                 |                   |                 |                   | Total         |
|--|----------------------|-----------------|-------------------|-----------------|-------------------|---------------|
|  | Note No              | Capital Reserve | Statutory Reserve | General reserve | Retained earnings |               |
| <b>Balance as at 1 April 2019</b>                    | 11                   | 2.56            | 322.45            | 754.64          | (114.20)          | 965.45        |
| Profit for the year                                  |                      | -               | -                 | -               | (48.54)           | (48.54)       |
| Other comprehensive income / ( loss ) ( net of tax ) |                      | -               | -                 | -               | (3.96)            | (3.96)        |
| <b>Balance as at 31 March 2020</b>                   |                      | 2.56            | 322.45            | 754.64          | (166.70)          | 912.95        |
| Profit for the year                                  |                      | -               | -                 | -               | (14.22)           | (14.22)       |
| Other comprehensive income / ( loss ) ( net of tax ) |                      | -               | -                 | -               | 3.47              | 3.47          |
| <b>Balance as at 31 March 2021</b>                   |                      | <b>2.56</b>     | <b>322.45</b>     | <b>754.64</b>   | <b>(177.45)</b>   | <b>902.20</b> |

Summary of significant accounting policies<sup>2</sup>

As per our report event date

// For and behalf of the Board of Directors //

For **M. Anandam & Co.**,  
Chartered Accountants  
(Firm Regn.No.000125S)

Sd/-

**S.V.S. Narayana**

Partner

Membership No. 222296

Sd/-

**Sobharani Nandury**

Whole Time Director

(DIN: 00567002)

Sd/-

**V.R.Shankara**

Director

(DIN: 00041705)

Sd/-

**Sreedhar Babu Kanuri**

Chief Financial Officer

Sd/-

**Neha Agarwal**

Company Secretary

(ACS No: 53325)

Place : Hyderabad

Dated : 29.06.2021

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# PHOTON CAPITAL ADVISORS LIMITED

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## Notes to financial statements for the year ended 31<sup>st</sup> March, 2021

### 1. Group information

Photon Capital Advisors Limited (the "Company") is a public limited company having its registered office situated at Plot No.90-A,Road No-9, Jubilee Hills,Hyderabad,Telangana - 500 033, India. The Company was incorporated on 31st Dceember, 1983 under the provisions of the Companies Act applicable in India. The Company is engaged in the business of investment and financial services. Nicosu Consultancy Pvt Ltd is a subsidiary incorporated in India (together referred to as Group).

### 2. Significant Accounting Policies

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

#### (I) Compliance with Ind AS

The financial statements are prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended by the Companies (Indian Accounting Standards) Amendment Rules, 2016 and Companies (Indian Accounting Standards) Amendment Rules, 2017, the relevant provisions of the Companies Act, 2013 ('the Act') and other relevant provisions of the Act.

These financial statements of the company as at and for the year ended 31st March,2021 (including comparatives), were duly approved and authorised for issue by the Board of Directors of the Company on 29th June 2021.

#### (ii) Basis of Preparation of Financial Statements

The financial statements have been prepared on a historical cost basis, except for the following:

- Certain financial assets and liabilities that are measured at fair value;
- Employee defined benefit plans – plan assets measured at fair value less present value of defined benefit obligation;

### 2.1 Significant Judgments, Estimates and Assumptions

The preparation of the Company's financial statements requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, the accompanying disclosures, and the disclosure of contingent liabilities at the date of the financial statements.

Estimates and assumptions are continuously evaluated and are based on management's experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

In particular, the Company has identified the following areas where significant judgments, estimates and assumptions are required. Further information on each of these areas and how they impact the various accounting policies are described below and also in the relevant notes to the financial statements. Changes in estimates are accounted for prospectively.

#### Judgments

In the process of applying the Company's accounting policies, management has made the following judgments, which have the most significant effect on the amounts recognised in the financial statements:

#### a) Contingencies

Contingent liabilities may arise from the ordinary course of business in relation to claims against the Company including legal, contractor, land access and other claims. By their nature, contingencies will be resolved only when one or more uncertain future events occur or fail to occur. The assessment of the existence and potential quantum of contingencies inherently involves the exercise of significant judgments and the use of estimates regarding the outcome of future events.

#### b) Estimates and Assumptions

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

#### c) Impairment of Non-financial Assets

The Company assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists or when annual impairment testing for an asset is required, the Company estimates the assets

recoverable amount. An asset's recoverable amount is the higher of an asset's or Cash Generating Unit (CGU's) fair value less costs of disposal and its value in use. It is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets. Where the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

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. In determining fair value less costs of disposal, recent market transactions are taken into account. If no such transactions can be identified, an appropriate valuation model is used.

**d) Estimation of Defined Benefit Obligations**

The cost of the defined benefit plan and other post-employment benefits and the present value of such obligation are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases, mortality rates and attrition rate. Due to the complexities involved in the valuation and its long term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

**e) Fair Value Measurement of Financial Instruments**

When the fair values of financial assets and financial liabilities recorded in the Balance Sheet cannot be measured based on quoted prices in active market, their fair value is measured using valuation techniques including the Discounted Cash Flow (DCF) model. The inputs to these models are taken from observable markets where possible, but where this is not feasible, a degree of judgment is required in establishing fair values. Judgements include considerations of inputs such as liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments.

**f) Estimation of Current Tax and Deferred Tax**

Management judgment is required for the calculation of provision for income taxes and deferred tax assets and liabilities. The Company reviews at each Balance Sheet date the carrying amount of deferred tax assets. The factors used in estimates may differ from actual outcome which could lead to adjustment to the amounts reported in the financial statements.

**f) Impairment of Financial Assets**

The impairment provisions for financial assets are based on assumptions about risk of default and expected credit loss rates (ECL). The Company uses judgments in making these assumptions and selecting the inputs to the impairment calculation, based on Company's past history, existing market conditions as well as forward looking estimates at the end of each reporting period.

**2.2 Property, Plant and Equipment**

**Tangible Assets**

Property, plant and equipment are stated at historical cost less depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the items. Subsequent costs are included in the asset's carrying amount, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably.

**Derecognition**

An item of Property, Plant and Equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of assets.

**Depreciation methods, estimated useful lives** Depreciation is calculated using the straight-line basis at the rates arrived at based on the useful lives prescribed in Schedule II of the Companies Act, 2013. The company follows the policy of charging depreciation on pro-rata basis on the assets acquired or disposed off during the year. Leasehold assets are amortised over the period of lease. Gains or losses on disposal are determined by comparing proceeds with carrying amount. Individual assets costing less than Rs. 5,000 are depreciated in full in the year of purchase.

**2.3 Leases**

(i) Assets acquired under lease where the Company has substantially all the risks and rewards of ownership are classified as finance lease. Such leases are capitalized at the inception of lease at lower of the fair value and present value of minimum lease payments.

(ii) Assets acquired under lease where the significant portion of risks and rewards of ownership are retained by the lesser are classified as operating lease. Lease rentals are charged to profit and loss account on accrual basis.

## 2.4 Impairment of tangible assets

The company assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or cash-generating unit's (CGU) net selling price and its value in use. The recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets. Where the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount. 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. In determining net selling price, recent market transactions are taken into account, if available. If no such transactions can be identified, an appropriate valuation model is used.

An assessment is made at each reporting date as to whether there is any indication that previously recognized impairment losses may no longer exist or may have decreased. If such indication exists, the company estimates the asset's or cash-generating unit's recoverable amount. A previously recognized impairment loss is reversed only if there has been a change in the assumptions used to determine the asset's recoverable amount since the last impairment loss was recognized. The reversal is limited so that the carrying amount of the asset does not exceed its recoverable amount, nor exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognized for the asset in prior years. Such reversal is recognized in the statement of profit and loss unless the asset is carried at a revalued amount, in which case the reversal is treated as a revaluation increase.

## 2.5 Investments

- i) Classification : The Company classifies its financial assets in the following measurement category:
- Measured subsequently at fair value.

For assets measured at fair value, gains and losses are recorded in other comprehensive income.

- ii) Measurement: At initial recognition, the company measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at fair value through profit or loss are expensed in profit or loss.

### Debt instruments:

Subsequent measurement of debt instruments depends on the Company's business model for managing the asset and the cash flow characteristics of the asset.

- (i) Long term investments are carried at cost. Diminution in the value of investments, other than temporary, is provided for
- (ii) Current investments are carried at fair value
- (iii) Unlisted and not-actively traded investments are stated at their fair value

## 2.6 Fair Value Measurement

The Company measures financial instruments such as investments in shares at fair value at each Balance Sheet date. Fair value is the price that would be received to sell an asset or paid to transfer a liability at the measurement date. All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole.

- Level 1 - Quoted (unadjusted) market prices in active markets for identical assets or liabilities.
- Level 2 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.
- Level 3 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

## 2.7 Revenue recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognized:

**Income from services**

Revenues from maintenance contracts are recognized pro-rata over the period of the contract as and when services are rendered. The company collects Goods & Services Tax on behalf of the government and, therefore, it is not an economic benefit flowing to the company. Hence, it is excluded from revenue.

**Interest**

Interest income is recognized on a time proportion basis taking into account the amount outstanding and the applicable interest rate. Interest income is included under the head "other income" in the statement of profit and loss.

**On sale of investments:**

Revenue from sale of investments is recognised in the year of sale net of expenses.

**Dividends**

Dividend income is recognized when the company's right to receive dividend is established by the reporting date.

**2.8 Retirement and other employee benefits****Short-term employee benefits**

The undiscounted amount of short term employee benefits expected to be paid in exchange for the services rendered by employees are recognised during the year when the employees render the service. These benefits include salaries, social security contributions and short term compensated absences which are expected to occur within twelve months after the end of the period in which the employee renders the related service. The cost of such compensated absences is accounted as under :

- (a) in case of accumulated compensated absences, when employees render the services that increase their entitlement of future compensated absences; and
- (b) in case of non-accumulating compensated absences, when the absences occur.

**Long-term Employee Benefits**

Compensated absences and other benefits like gratuity which are allowed to be carried forward over a period in excess of 12 months after the end of the period in which the employee renders the related service are recognised as a non-current liability at the present value of the defined benefit obligation as at the Balance Sheet date out of which the obligations are expected to be settled.

**Defined contribution plans**

Company's contributions paid/payable during the year are recognized in the Profit and Loss Account.

**Defined benefit plans**

For defined benefit plans in the form of gratuity, the cost of providing benefits is determined using 'the Projected Unit Credit method, with actuarial valuations being carried out at each Balance Sheet date. Remeasurements, comprising of actuarial gains and losses, the effect of the asset ceiling, excluding amounts included in net interest on the net defined benefit liability and the return on plan assets (excluding amounts included in net interest on the net defined benefit liability), are recognised immediately in the Balance Sheet with a corresponding debit or credit to retained earnings through other comprehensive income in the period in which they occur. The retirement benefit obligation recognised in the Balance Sheet represents the present value of the defined benefit obligation as adjusted for unrecognised past service cost.

Remeasurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognized in the period in which they occur, directly in other comprehensive income.

**2.9 Taxes on Income****Income tax**

Tax expense comprises current and deferred tax. Current income-tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income-tax Act, 1961 enacted in India and tax laws prevailing in the respective tax jurisdictions where the company operates. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date. Current income tax relating to items recognized directly in equity is recognized in equity and not in the statement of profit and loss.

**Deferred tax**

Deferred tax liabilities are provided using the liability method on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

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

and unused tax losses can be utilised. Deferred tax liabilities are generally recognised in full.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the period when the asset is realized or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the Balance Sheet date. Tax relating to items recognised directly in equity/ other comprehensive income is recognised in respective head and not in the Statement of Profit & Loss.

The carrying amount of deferred tax assets is reviewed at each Balance Sheet date and is adjusted to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the asset to be recovered.

Deferred tax assets and deferred tax liabilities are offset only if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

#### **2.10 Earnings Per Share**

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting preference dividends and attributable taxes) by the weighted average number of equity shares outstanding during the period. Partly paid equity shares are treated as a fraction of an equity share to the extent that they are entitled to participate in dividends relative to a fully paid equity share during the reporting period.

#### **2.11 Provisions, Contingent Liabilities and Contingent Assets**

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

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost. Provisions are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates.

Contingent liability is disclosed in the case of :

- a present obligation arising from past events, when it is not probable that an outflow of resources will be required to settle the obligation.
- a present obligation arising from past events, when no reliable estimate is possible.

Contingent assets are neither recognised nor disclosed in the Financial Statements.

#### **2.12 Cash and cash equivalents**

Cash and cash equivalents for the purposes of cash flow statement comprise cash at bank and in hand and short-term investments with an original maturity of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

#### **2.13 Equity, Reserves and Dividend Payments**

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

Retained earnings include current and prior period retained profits. All transactions with owners of the Company are recorded separately within equity.

Dividend distributions payable to equity shareholders is included in other liabilities when the dividends have been approved in a general meeting prior to the reporting date.

#### **2.14 Rounding off amounts**

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

# PHOTON CAPITAL ADVISORS LIMITED

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

## 3 PROPERTY, PLANT & EQUIPMENT

(Rupees in Lakhs)

Changes in carrying value of property, plant and equipment for the year ended 31.03.2021

| Particulars            | Gross carrying amount |           |           | Accumulated depreciation |                    |              |              | Net carrying amount |                     |                     |
|------------------------|-----------------------|-----------|-----------|--------------------------|--------------------|--------------|--------------|---------------------|---------------------|---------------------|
|                        | As at 1 April 2020    | Additions | Deletions | As at 31 March 2021      | As at 1 April 2020 | For the Year | On disposals | As at 31 March 2021 | As at 31 March 2021 | As at 31 March 2020 |
| Furniture and fixtures | 3.66                  | -         | -         | 3.66                     | 2.85               | 0.06         | -            | 2.91                | 0.75                | 0.81                |
| Electrical Equipment   | 3.24                  | -         | -         | 3.24                     | 2.89               | 0.02         | -            | 2.92                | 0.32                | 0.35                |
| Office Equipment       | 0.70                  | -         | -         | 0.70                     | 0.12               | -            | -            | 0.12                | 0.58                | 0.58                |
| Computer Equipment     | 0.26                  | -         | -         | 0.26                     | 0.08               | -            | -            | 0.08                | 0.18                | 0.18                |
| <b>TOTAL</b>           | <b>7.86</b>           | <b>-</b>  | <b>-</b>  | <b>7.86</b>              | <b>5.94</b>        | <b>0.08</b>  | <b>-</b>     | <b>6.02</b>         | <b>1.84</b>         | <b>1.92</b>         |

Changes in carrying value of property, plant and equipment for the year ended 31.03.2020

| Particulars            | Gross carrying amount |           |           | Accumulated depreciation |                    |              |              | Net carrying amount |                     |                     |
|------------------------|-----------------------|-----------|-----------|--------------------------|--------------------|--------------|--------------|---------------------|---------------------|---------------------|
|                        | As at 1 April 2019    | Additions | Deletions | As at 31 March 2020      | As at 1 April 2019 | For the Year | On disposals | As at 31 March 2020 | As at 31 March 2020 | As at 31 March 2019 |
| Furniture and fixtures | 3.66                  | -         | -         | 3.66                     | 2.80               | 0.06         | -            | 2.85                | 0.81                | 0.86                |
| Electrical Equipment   | 3.24                  | -         | -         | 3.24                     | 2.82               | 0.08         | -            | 2.89                | 0.35                | 0.42                |
| Office Equipment       | 0.70                  | -         | -         | 0.70                     | 0.12               | -            | -            | 0.12                | 0.58                | 0.58                |
| Computer Equipment     | 0.26                  | -         | -         | 0.26                     | 0.08               | -            | -            | 0.08                | 0.18                | 0.18                |
| <b>TOTAL</b>           | <b>7.86</b>           | <b>-</b>  | <b>-</b>  | <b>7.86</b>              | <b>5.81</b>        | <b>0.14</b>  | <b>-</b>     | <b>5.95</b>         | <b>1.92</b>         | <b>2.05</b>         |

## 4.1 INVESTMENTS- NON CURRENT

(Rupees in Lakhs)

| S.No.    | Particulars                                     | As at 31st March, 2021 | As at 31st March, 2020 |
|----------|---|------------------------|------------------------|
| <b>A</b> | <b>Investment in Partnership firm</b>           |                        |                        |
|          | Calypso Growth Investments                      | 573.06                 | 534.41                 |
|          | <b>Total</b>                                    | <b>573.06</b>          | <b>534.41</b>          |
|          | <b>Aggregate amount of Unquoted Investments</b> | <b>573.06</b>          | <b>534.41</b>          |
|          | <b>Impairment of Investments</b>                | <b>-</b>               | <b>-</b>               |

## 4.2 OTHER FINANCIAL ASSETS (NON-CURRENT)

| S.No. | Particulars                    | As at 31st March, 2021 | As at 31st March, 2020 |
|-------|--------------------------------|------------------------|------------------------|
| 1     | Gratuity (Excess Contribution) | 1.76                   | 0.64                   |
| 2     | Rental Deposits                | 0.65                   | 0.75                   |
| 3     | Telephone Deposit              | 0.08                   | 0.08                   |
|       | <b>Total</b>                   | <b>2.49</b>            | <b>1.47</b>            |

# PHOTON CAPITAL ADVISORS LIMITED

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

## 5. Deferred Tax Assets

| S.No. | Particulars   | As at 31st March, 2021 | As at 31st March, 2020 |
|-------|---|------------------------|------------------------|
| 1     | <b>Deferred Tax Assets</b><br>(Arising on account of timing difference)   |                        |                        |
| (a)   | Depreciation Loss / Investment Allowance  | 0.56                   | 0.84                   |
| (b)   | Impact of expenditure charged to the statement of profit and loss in the current year but allowed for tax purposes on payment basis | -                      | -                      |
| (c)   | Carry forward of business loss  | 316.95                 | 328.64                 |
| (e)   | Unused tax credits  | 54.23                  | 54.23                  |
|       | <b>Total</b>  | <b>371.75</b>          | <b>383.71</b>          |

### Reconciliation of Deferred Tax Assets :

| Particulars   | As at 31 <sup>st</sup> March, 2021 | As at 31 <sup>st</sup> March, 2020 |
|---|------------------------------------|------------------------------------|
| Opening Balance - Deferred Tax Asset                          | 383.71                             | 388.93                             |
| Carry forward of business loss                                | (11.97)                            | (4.64)                             |
| Tax Income/(Expense) recognised in Profit or Loss             | (0.28)                             | 0.59                               |
| Tax Income/(Expense) recognised in Other Comprehensive Income | 0.29                               | (1.17)                             |
| <b>Deferred Tax Assets / (Liabilities)</b>                    | <b>371.75</b>                      | <b>383.71</b>                      |

## 6. OTHER NON FINANCIAL ASSETS

| S.No. | Particulars    | As at 31st March, 2021 | As at 31st March, 2020 |
|-------|----------------|------------------------|------------------------|
| 1     | Salary Advance | -                      | 0.40                   |
|       | <b>Total</b>   | <b>-</b>               | <b>0.40</b>            |

## 7.1 INVESTMENTS-CURRENT

| S.No. | Particulars   | As at 31st March, 2021 | As at 31st March, 2020 |
|-------|---|------------------------|------------------------|
| (a)   | <b>Investment in Equity Instruments (Quoted-fully paid up)</b><br><b>Carried at Fair value through Other Comprehensive Income</b> |                        |                        |
| 1     | Peeti securities Limited<br>(31st March 2021, 3500 shares of Rs 9.15 each)<br>(31st March 2021, 3500 shares of Rs 6.28 each)      | 0.32                   | 0.22                   |
| 2     | Liquid Benchmark ETS<br>(31st March 2021, 7.65 units of Rs 1000 each)<br>(31st March 2020, 7.81 units of Rs 1000 each)            | 0.08                   | 0.08                   |
|       | <b>Total</b>  | <b>0.40</b>            | <b>0.30</b>            |



# PHOTON CAPITAL ADVISORS LIMITED

## Notes to Consolidated Financial Statements for the year ended 31st March, 2021

| S.No. | Particulars   | As at 31st March, 2021 | As at 31st March, 2020 |
|-------|---|------------------------|------------------------|
| (b)   | <b>Investment in Mutual Fund Carried at Fair value through Other Comprehensive Income</b> |                        |                        |
| 1     | ICICI Prud. Overnight Fund (Dir) (G)5999337<br>(23685.083 Units NAV of 110.9815 each).    | 26.29                  | 32.32                  |
| 2     | ABSL Overnight Direct (G) 1016223135<br>(3108.486 Units NAV of 1113.0391 each)            | 34.60                  | 33.58                  |
| 3     | HDFC Overnight Fund (Direct) (G) 11061596/76<br>(1035.014 Units NAV of 3058.0616 each)    | 31.65                  | 66.31                  |
|       | <b>Total</b>  | <b>92.54</b>           | <b>132.21</b>          |
|       | <b>Total Current Investments</b>  | <b>92.93</b>           | <b>132.51</b>          |
|       | Market Value of Quoted Investments  | 0.40                   | 0.30                   |
|       | Aggregate amount of Quoted Investments  | 0.11                   | 0.11                   |
|       | Aggregate Market Value of Unquoted Investments  | 92.54                  | 132.21                 |
|       | Aggregate amount of Unquoted Investments  | 89.81                  | 132.18                 |
|       | Investments Carried at Fair Value through Other Comprehensive Income                      | 92.93                  | 132.51                 |

### 7.2 CASH & CASH EQUIVALENTS

(Rupees in Lakhs)

| S.No. | Particulars         | As at 31st March, 2021 | As at 31st March, 2020 |
|-------|---------------------|------------------------|------------------------|
| 1     | Balances with Banks |                        |                        |
|       | -Current Accounts   | 11.69                  | 9.64                   |
| 2     | Cash on Hand        | 0.07                   | 0.13                   |
|       | <b>Total</b>        | <b>11.85</b>           | <b>9.77</b>            |

### 8. CURRENT TAX ASSETS

| S.No. | Particulars                    | As at 31st March, 2021 | As at 31st March, 2020 |
|-------|--------------------------------|------------------------|------------------------|
| 1     | Opening Balance                | 3.69                   | 3.69                   |
| 2     | Less: Refund Received          | (0.03)                 | -                      |
| 3     | Less: Tax payable for the year | -                      | -                      |
|       | <b>Total</b>                   | <b>3.66</b>            | <b>3.69</b>            |

### 9. OTHER CURRENT ASSETS

| S.No. | Particulars                                 | As at 31st March, 2021 | As at 31st March, 2020 |
|-------|---|------------------------|------------------------|
| 1     | <b>Advances other than Capital Advances</b> |                        |                        |
|       | Prepaid Expenses                            | 0.17                   | 0.57                   |
|       | Advances recoverable in cash or kind*       | 0.09                   | 0.08                   |
| 2     | <b>Other Advances</b>                       |                        |                        |
|       | Prepaid Expenses - Lease Rent               | 0.09                   | -                      |
|       | <b>Total</b>                                | <b>0.36</b>            | <b>0.66</b>            |

\*Advance recoverable represents amount held in syndicate bank towards gratuity

# PHOTON CAPITAL ADVISORS LIMITED

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

## 10. EQUITY SHARE CAPITAL

| S.No. | Particulars   | As at 31st March, 2021 | As at 31st March, 2020 |
|-------|---|------------------------|------------------------|
| 1     | <b>Authorized Share Capital</b><br>40,00,000 Equity shares of Rs 10/- each<br>(As at 31st March, 2021, 40,00,000 Equity Shares of Rs.10/- each)<br>(As at 1st April, 2020, 40,00,000 Equity Shares of Rs.10/- each)   | 400.00                 | 400.00                 |
|       | <b>Total</b>  | <b>400.00</b>          | <b>400.00</b>          |
| 2     | <b>Issued, Subscribed &amp; Fully Paid Up Capital</b><br>15,13,694 equity shares of Rs.10/- each fully paid up<br>(As at 31st March, 2021, 15,13,694 Equity Shares of Rs.10/- each fully paid up)<br>(As at 1st April, 2020, 15,13,694 Equity Shares of Rs.10/- each fully paid up) | 151.37                 | 151.37                 |
|       | <b>Total</b>  | <b>151.37</b>          | <b>151.37</b>          |

### 10.1 Reconciliation of number of Equity Shares outstanding and amount of share capital as at 31st March 2020

| S.No. | Name of the shareholder                         | As at 31st March, 2021 |               | As at 31st March, 2020 |               |
|-------|---|------------------------|---------------|------------------------|---------------|
|       |   | No. of Shares          | Rs. In Lakhs  | No. of Shares          | Rs. In Lakhs  |
|       | Shares Outstanding at the beginning of the year | 15.14                  | 151.37        | 15.14                  | 151.37        |
|       | Add: Shares issued during the year              | -                      | -             | -                      | -             |
|       | Shares Outstanding at the end of the year       | <b>15.14</b>           | <b>151.37</b> | <b>15.14</b>           | <b>151.37</b> |

### 10.2 Details of the shareholders holding more than 5% shares are set out below :

| S.No. | Name of the shareholder | As at 31st March, 2021 |              | As at 31st March, 2020 |              |
|-------|-------------------------|------------------------|--------------|------------------------|--------------|
|       |                         | No. of Shares          | % of holding | No. of Shares          | % of holding |
| 1     | Mrs. Sobharani Nandury  | 4.67                   | 30.88        | 4.67                   | 30.88        |
| 2     | Mr. Tejaswy Nandury     | 4.99                   | 32.99        | 4.99                   | 32.99        |

10.3 The company has one class of equity shares having a face value of Rs.10 each. Each shareholder is eligible for one vote per share held. The company declares and pays dividend in Indian Rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

# PHOTON CAPITAL ADVISORS LIMITED

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

## 13.1 OTHER EQUITY

| S.No. | Particulars                 | As at 31st March, 2021 | As at 31st March, 2020 |
|-------|-----------------------------|------------------------|------------------------|
|       | <b>Reserves and surplus</b> |                        |                        |
| 1     | Capital Reserve             | 2.56                   | 2.56                   |
| 2     | General Reserve             | 754.64                 | 754.64                 |
| 3     | Statutory Reserve           | 322.45                 | 322.45                 |
| 4     | Retained earnings           | (133.83)               | (119.61)               |
| 5     | Other Comprehensive Income  | (43.62)                | (47.09)                |
|       | <b>Total</b>                | <b>902.21</b>          | <b>912.95</b>          |

### 1. Capital Reserve

| S.No. | Particulars              | As at 31st March, 2021 | As at 31st March, 2020 |
|-------|--------------------------|------------------------|------------------------|
|       | Opening Balance          | 2.56                   | 2.56                   |
|       | Movement during the year | -                      | -                      |
|       | <b>Total</b>             | <b>2.56</b>            | <b>2.56</b>            |

### 2. General Reserve

| S.No. | Particulars              | As at 31st March, 2021 | As at 31st March, 2020 |
|-------|--------------------------|------------------------|------------------------|
|       | Opening Balance          | 754.64                 | 754.64                 |
|       | Movement during the year | -                      | -                      |
|       | <b>Total</b>             | <b>754.64</b>          | <b>754.64</b>          |

### 3. Statutory Reserve

| S.No. | Particulars              | As at 31st March, 2021 | As at 31st March, 2020 |
|-------|--------------------------|------------------------|------------------------|
|       | Opening Balance          | 322.45                 | 322.45                 |
|       | Movement during the year | -                      | -                      |
|       | <b>Total</b>             | <b>322.45</b>          | <b>322.45</b>          |

### 4. Retained earnings

| S.No. | Particulars  | As at 31st March, 2021 | As at 31st March, 2020 |
|-------|--|------------------------|------------------------|
|       | Opening Balance  | (119.61)               | (71.07)                |
|       | Profit for the year  | (14.22)                | (48.54)                |
|       | Items of other comprehensive income recognised directly in retained earnings Remeasurements of Defined Benefit Plans | -                      | -                      |
|       | <b>Closing Balance</b>   | <b>(133.83)</b>        | <b>(119.61)</b>        |

### 5. Other Comprehensive Income

| S.No. | Particulars  | As at 31st March, 2021 | As at 31st March, 2020 |
|-------|--|------------------------|------------------------|
|       | Fair Value of Investments                                    | (47.09)                | (43.13)                |
|       | Remeasurement of defined employee benefit plans (net of tax) | 3.47                   | (3.96)                 |
|       | <b>Closing Balance</b>                                       | <b>(43.62)</b>         | <b>(47.09)</b>         |

# PHOTON CAPITAL ADVISORS LIMITED

## Notes to Consolidated Financial Statements for the year ended 31st March, 2021

### Nature and purpose of other reserves

- (1) Capital Reserve is used to record forfeited shares. The reserve is utilised in accordance with the provisions of the Act.
- (2) The General Reserve is used from time to time to transfer profits/loss from retained earnings for appropriation purposes. As the General reserve is created by a transfer from one component of equity to another and is not an item of other comprehensive income, items included in the General reserve will not be reclassified subsequently to the statement of profit and loss.
- (3) Statutory Reserve represents the reserve created pursuant to the Reserve Bank of India Act, 1934 (the "RBI Act") and related regulations applicable to those companies. Under the RBI Act, a non-banking finance company is required to transfer an amount not less than 20% of its net profit to a reserve fund before declaring any dividend. Appropriation from this reserve fund is permitted only for the purposes specified by the RBI.
- (4) The reserves represents the cumulative profits of the Company . This Reserve can be utilised in accordance with the provisions of the Companies Act, 2013.

### 12 NON CONTROLLING INTEREST

| S.No. | Non-controlling interest | As at 31st March, 2021 | As at 31st March, 2020 |
|-------|--------------------------|------------------------|------------------------|
| 1     | Share Capital            | 1.00                   | 1.00                   |
|       | Reserves and Surplus     | (0.04)                 | (0.10)                 |
|       | <b>Total</b>             | <b>0.96</b>            | <b>0.90</b>            |

### 13 OTHER FINANCIAL LIABILITIES (CURRENT)

| S.No. | Particulars      | As at 31st March, 2021 | As at 31st March, 2020 |
|-------|------------------|------------------------|------------------------|
| 1     | Expenses Payable | 3.13                   | 3.01                   |
|       | <b>Total</b>     | <b>3.13</b>            | <b>3.01</b>            |

### 14 PROVISIONS

| S.No. | Particulars                    | As at 31st March, 2021 | As at 31st March, 2020 |
|-------|--------------------------------|------------------------|------------------------|
| 1     | Provision for Leave Encashment | 0.11                   | 0.12                   |
|       | <b>Total</b>                   | <b>0.11</b>            | <b>0.12</b>            |

### 15 OTHER CURRENT LIABILITIES

| S.No. | Particulars            | As at 31st March, 2021 | As at 31st March, 2020 |
|-------|------------------------|------------------------|------------------------|
| 1     | Statutory Dues Payable | 0.16                   | 0.19                   |
|       | <b>Total</b>           | <b>0.16</b>            | <b>0.19</b>            |

# PHOTON CAPITAL ADVISORS LIMITED

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

(Rupees in Lakhs)

## 16 REVENUE FROM OPERATIONS

| Sl. No. | Particulars         | Year ended 31 <sup>st</sup> March 2021 | Year ended 31 <sup>st</sup> March 2020 |
|---------|---------------------|--|--|
| 1       | Profit from sale of |  |  |
|         | (a) Investments     | 0.62                                   | 12.22                                  |
|         | <b>Total</b>        | <b>0.62</b>                            | <b>12.22</b>                           |

## 17 OTHER INCOME

| Sl. No. | Particulars                           | Year ended 31 <sup>st</sup> March 2021 | Year ended 31 <sup>st</sup> March 2020 |
|---------|---------------------------------------|--|--|
| 1       | Interest Income                       | 0.04                                   | 0.10                                   |
| 2       | Dividend Income                       | 0.00                                   | 0.00                                   |
| 3       | Share of Profit from Partnership firm | 38.72                                  | -                                      |
|         | <b>Total</b>                          | <b>38.77</b>                           | <b>0.11</b>                            |

## 18 EMPLOYEE BENEFIT EXPENSES

| Sl. No. | Particulars                 | Year ended 31 <sup>st</sup> March 2021 | Year ended 31 <sup>st</sup> March 2020 |
|---------|-----------------------------|--|--|
| 1       | Salaries, Wages and Bonus   | 25.89                                  | 25.95                                  |
| 2       | Gratuity & Leave Encashment | 0.46                                   | 0.61                                   |
| 3       | Staff Welfare Expenses      | 0.55                                   | 0.42                                   |
|         | <b>Total</b>                | <b>26.91</b>                           | <b>26.98</b>                           |

19.1 As per Ind AS 19 "Employee Benefits", the disclosures of employee benefits as defined in the Indian Accounting Standard are given below:

### (i) Leave obligations

The leave obligation covers the Company's liability for earned leave which is unfunded.

### (ii) Post-employment obligations

#### a) Gratuity

The Company provides for gratuity for employees as per the Payment of Gratuity Act, 1972. The amount of gratuity payable on retirement/termination is the employees last drawn basic salary per month computed proportionately for 15 days salary multiplied for the number of years of service. The Company operates post retirement gratuity plan with LIC of India. The present value of obligation is determined based on actuarial valuation using the Projected Unit Credit Method, which recognises each period of service giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

# PHOTON CAPITAL ADVISORS LIMITED

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

(Rupees in Lakhs)

The following table sets out the amounts recognised in the financial statements in respect of gratuity plan

| Particulars   | Year ended<br>31 <sup>st</sup> March<br>2021 | Year ended<br>31 <sup>st</sup> March<br>2020 |
|---|--|--|
| <b>Change in defined benefit obligations:</b>                               |  |  |
| Obligation at the beginning of the year                                     | 4.46   | 2.30   |
| Current service costs   | 0.49   | 0.51   |
| Interest costs  | 0.27   | 0.18   |
| Remeasurement (gains)/losses  | (0.61)                                       | 1.48   |
| Benefits paid   | (0.78)                                       | -  |
| <b>Obligation at the end of the year</b>                                    | <b>3.84</b>                                  | <b>4.46</b>                                  |
| <b>Change in plan assets :</b>  |  |  |
| Fair value of plan assets at the beginning of the year                      | 5.10   | 3.98   |
| Interest income   | 0.35   | 0.33   |
| Remeasurement (gains)/losses  | 0.07   | 0.01   |
| Employer's contributions  | 0.91   | 0.79   |
| Benefits paid   | (0.83)                                       | (0.02)                                       |
| <b>Fair value of plan assets at the end of the year</b>                     | <b>5.60</b>                                  | <b>5.10</b>                                  |
| <b>Expenses recognised in the statement of profit and loss consists of:</b> |  |  |
| <b>Employee benefits expense :</b>  |  |  |
| Current service costs   | 0.49   | 0.51   |
| Net interest expenses   | (0.07)                                       | (0.16)                                       |
|   | <b>0.41</b>                                  | <b>0.35</b>                                  |
| <b>Other comprehensive income :</b>   |  |  |
| (Gain)/Loss on Plan assets  | 0.07   | 0.01   |
| <b>Actuarial (gain)/loss arising from changes in financial assumptions</b>  |  |  |
| Actuarial (gain)/loss arising from changes in experience adjustments        | (0.55)                                       | 1.01   |
|   | <b>(0.48)</b>                                | <b>1.02</b>                                  |
| <b>Expenses recognised in the statement of profit and loss</b>              | <b>0.41</b>                                  | <b>0.35</b>                                  |

Amounts recognised in the balance sheet consists of

| Particulars  | Year ended<br>31 <sup>st</sup> March<br>2021 | Year ended<br>31 <sup>st</sup> March<br>2020 |
|--|--|--|
| Fair value of plan assets at the end of the year   | 5.60   | 5.10   |
| Present value of obligation at the end of the year | 3.84   | 4.46   |
| Recognises as                                      |  |  |
| Retirement benefit liability - Non-current         | 3.77   | 4.38   |

# PHOTON CAPITAL ADVISORS LIMITED

## Notes to Consolidated Financial Statements for the year ended 31st March, 2021

(Rupees in Lakhs)

### iv) Significant estimates and sensitivity Analysis

The sensitivity of the defined benefit obligation to changes in key assumptions is:

| Particulars        | Key assumptions |               | Defined benefit obligation |               |               |                           |               |               |
|--------------------|-----------------|---------------|----------------------------|---------------|---------------|---------------------------|---------------|---------------|
|                    |                 |               | Increase in assumption by  |               |               | Decrease in assumption by |               |               |
|                    | 31 March 2021   | 31 March 2020 | Rate                       | 31 March 2021 | 31 March 2020 | Rate                      | 31 March 2021 | 31 March 2020 |
| Discount rate      | 6.84%           | 6.70%         | 1.00%                      | (10.20)       | 3.96          | 1.00%                     | 11.90         | 5.04          |
| Salary growth rate | 4.00%           | 4.00%         | 1.00%                      | 12.40         | 5.07          | 1.00%                     | (10.90)       | 3.94          |
| Withdrawal rate    | 0.00%           | 0.00%         | 1.00%                      | 2.60          | 4.59          | 1.00%                     | (2.90)        | 4.31          |

The above sensitivity analysis is based on a change in each assumption while holding all other assumptions constant. In practice, this is unlikely to occur and changes in some of the assumptions may be correlated. When calculating the sensitivity of the defined benefit obligation to significant actuarial assumptions, the same method (present value of the defined benefit obligation calculated with the projected unit credit method at the end of the reporting period) has been applied as when calculating the defined benefit liability recognised in the balance sheet.

### v) Risk exposure

Through its defined benefit plans, the Company is exposed to a number of risks, the most significant of which are detailed below:

#### Interest rate risk:

The defined benefit obligation calculated uses a discount rate based on government bonds. If bond yields fall, the defined benefit obligation will tend to increase.

#### Salary inflation risk:

Higher than expected increases in salary will increase the defined benefit obligation.

#### Demographic risk:

This is the risk of variability of results due to unsystematic nature of decrements that include mortality, withdrawal, disability and retirement. The effect of these decrements on the defined benefit obligation is not straight forward and depends upon the combination of salary increase, discount rate and vesting criteria. It is important not to overstate withdrawals because in the financial analysis the retirement benefit of a short career employee typically costs less per year as compared to a long service employee.

## 20 FINANCE COSTS

| Sl. No. | Particulars   | Year ended 31 <sup>st</sup> March 2021 | Year ended 31 <sup>st</sup> March 2020 |
|---------|---------------|--|--|
| 1       | Interest Cost | 0.05                                   | 0.05                                   |
|         | <b>Total</b>  | <b>0.05</b>                            | <b>0.05</b>                            |

# PHOTON CAPITAL ADVISORS LIMITED

## Notes to Consolidated Financial Statements for the year ended 31st March, 2021

### 21 OTHER EXPENSES

| Sl. No. | Particulars  | Year ended 31 <sup>st</sup> March 2021 | Year ended 31 <sup>st</sup> March 2020 |
|---------|--|--|--|
| 1       | Repairs and Maintenance                                    | 1.16                                   | 1.34                                   |
| 2       | Travelling Expenses  | 0.01                                   | 0.12                                   |
| 3       | Advertisement Expenses                                     | 0.66                                   | 0.72                                   |
| 4       | Rent Expenses  | 2.83                                   | 3.90                                   |
| 5       | Rates and Taxes  | 4.29                                   | 3.86                                   |
| 6       | Share of loss from partnership firm                        | -                                      | 11.87                                  |
| 7       | Payments to auditors (refer note 21 a)                     | 2.46                                   | 1.93                                   |
| 8       | Prior Period Share of Loss from Calypso Growth Investments | 0.08                                   | -                                      |
| 9       | Legal and Professional Consultancy Fees                    | 2.48                                   | 2.53                                   |
| 10      | Printing and Stationery Expenses                           | 0.02                                   | 0.61                                   |
| 11      | Postage,Telephones,Courier,Internet & E-mail               | 0.30                                   | 0.95                                   |
| 12      | Office Expenses  | 0.00                                   | 0.05                                   |
| 13      | Electricity Expenses                                       | -                                      | -                                      |
| 14      | Software charges   | 0.15                                   | 0.47                                   |
| 15      | Miscellaneous Expenses                                     | 0.06                                   | 0.07                                   |
| 16      | Bank Charges   | 0.00                                   | 0.00                                   |
| 17      | Filing fee   | 0.05                                   | 0.08                                   |
|         | <b>Total</b>   | <b>14.55</b>                           | <b>28.51</b>                           |

#### 21 a. Payment to auditor

| Sl. No. | Particulars                  | Year ended 31 <sup>st</sup> March 2021 | Year ended 31 <sup>st</sup> March 2020 |
|---------|------------------------------|--|--|
|         | <b>To statutory auditors</b> |  |  |
|         | -Statutory audit fee         | 2.46                                   | 1.87                                   |
|         | -Tax audit fee               | -                                      | -                                      |
|         | -For other services          | -                                      | -                                      |
|         | -Reimbursement of expenses   | -                                      | 0.06                                   |
|         | <b>TOTAL</b>                 | <b>2.46</b>                            | <b>1.93</b>                            |

### 22 CURRENT TAX

| Sl. No. | Particulars  | Year ended 31 <sup>st</sup> March 2021 | Year ended 31 <sup>st</sup> March 2020 |
|---------|--------------|--|--|
| 1       | Current Tax  | -                                      | -                                      |
|         | <b>Total</b> | <b>-</b>                               | <b>-</b>                               |

Reconciliation of the Income Tax Expense (Current tax + Deferred tax) amount considering the enacted Income Tax Rate and effective Income Tax rate of the Company as follows.

| Sl. No. | Particulars   | Year ended 31 <sup>st</sup> March 2021 | Year ended 31 <sup>st</sup> March 2020 |
|---------|---|--|--|
|         | Profit/(loss) before Income Tax                                 | (2.19)                                 | (43.35)                                |
|         | Tax at the Indian tax rate                                      |  |  |
|         | Effect of Deferred Tax  | 11.97                                  | 5.21                                   |
|         | Income Tax expense reported in the Statement of Profit and Loss | 11.97                                  | 5.21                                   |



# PHOTON CAPITAL ADVISORS LIMITED

## Notes to Consolidated Financial Statements for the year ended 31st March, 2021

### 23 EARNINGS PER SHARE

(Rupees in Lakhs)

Basic and Diluted EPS amounts are calculated by dividing the profit for the year attributable to equity holders of the company 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 of the company 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.

| Sl. No. | Particulars  | Year ended 31 <sup>st</sup> March 2021 | Year ended 31 <sup>st</sup> March 2020 |
|---------|--|--|--|
| 1       | Profit/(Loss) after tax (A)  | (14.16)                                | (48.56)                                |
| 2       | Weighted average number of Equity Shares outstanding during the period (B) | 15.14                                  | 15.14                                  |
| 3       | Nominal value of Equity Shares   | 10.00                                  | 10.00                                  |
| 4       | Basic/Diluted Earnings per Share (A/B)                                     | (0.94)                                 | (3.21)                                 |

### 24 Names of related parties and nature of relationships:

| Name of the Related Party  | Nature of Relationship   |
|--|--|
| <b>(a) Key management personnel</b><br>Mrs. Sobharani Nandury<br>Mr. Tejaswy Nandury                                   | Whole Time Director<br>Non-Executive Director                          |
| <b>(b) Non-whole-time Directors</b><br>Mr. J. Narasimha Rao<br>Mr. V. R. Shankara<br>Mrs. Suchitra Nandury             | Independent Director<br>Independent Director<br>Non-Executive Director |
| <b>(c) Enterprises over which key management personnel exercise significant influence</b><br>Calypso growth investment |  |

Details of transactions during the year where related party relationship existed:

| Names of the related parties | Nature of Transactions | Year ended 31 <sup>st</sup> March, 2021 | Year ended 31 <sup>st</sup> March, 2020 |
|------------------------------|------------------------|---|---|
| Shobha Rani Nandury          | Rent paid              | 2.83                                    | 3.90                                    |

25 There are no Contingent Liabilities as on Balance Sheet Date.

26 There are no Capital and other commitments as on Balance Sheet Date.

### 27. Financial instruments and risk management

#### Fair values

- The carrying amounts of other financial liabilities(current), cash and cash equivalents, investments and other financial liabilities(current) are considered to be the same as fair value due to their short term nature.
- The fair value of financial assets and liabilities is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.
- Set out below is a comparison by class of the carrying amounts and fair value of the Company's financial instruments, other than those with carrying amounts that are reasonable approximation of fair values:

# PHOTON CAPITAL ADVISORS LIMITED

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

(i) Categories of financial instruments

(Rupees in Lakhs)

| Particulars  | Level | As at 31 <sup>st</sup> March, 2021 |               | As at 31 <sup>st</sup> March, 2020 |               |
|--|-------|------------------------------------|---------------|------------------------------------|---------------|
|  |       | Carrying amount                    | Fair value*   | Carrying amount                    | Fair value*   |
| <b>Financial assets</b>  |       |                                    |               |                                    |               |
| <b>Measured at amortised cost:</b>                               |       |                                    |               |                                    |               |
| <b>Non-current</b>   |       |                                    |               |                                    |               |
| Investments  | 1     | 573.06                             | 573.06        | 534.41                             | 534.41        |
| <b>Current</b>   |       |                                    |               |                                    |               |
| Cash and Cash Equivalents  | 3     | 11.85                              | 11.85         | 9.77                               | 9.77          |
| <b>Measured at fair value through Other Comprehensive Income</b> |       |                                    |               |                                    |               |
| Investments  | 1     | 89.81                              | 92.93         | 132.18                             | 132.51        |
| <b>Measured at fair value through profit and loss</b>            |       |                                    |               |                                    |               |
| <b>Non-current</b>   |       |                                    |               |                                    |               |
| Other financial assets   | 3     | 2.49                               | 2.49          | 1.87                               | 1.87          |
| <b>Total</b>   |       | <b>677.21</b>                      | <b>680.33</b> | <b>678.23</b>                      | <b>678.56</b> |
| <b>Financial liabilities</b>                                     |       |                                    |               |                                    |               |
| <b>Measured at amortised cost</b>                                |       |                                    |               |                                    |               |
| <b>Current</b>   |       |                                    |               |                                    |               |
| Other Financial Liabilities                                      | 3     | 3.13                               | 3.13          | 3.01                               | 3.01          |
| <b>Total</b>   |       | <b>3.13</b>                        | <b>3.13</b>   | <b>3.01</b>                        | <b>3.01</b>   |

\*Fair value of instruments is classified in various fair value hierarchies based on the following three levels:

**Level 1:** Level 1 hierarchy includes financial instruments measured using quoted prices.

**Level 2:** The fair value of financial instruments that are not traded in an active market is determined using valuation techniques, which maximise the use of observable market data and rely as little as possible on entity specific estimates. If significant inputs required to fair value an instruments are observable, the instrument is included in Level 2.

**Level 3:** If one or more of the significant inputs are not based on observable market data, the instruments is included in level 3.

Management uses its best judgement in estimating the fair value of its financial instruments. However, there are inherent limitations in any estimation technique. Therefore, for substantially all financial instruments, the fair value estimates presented above are not necessarily indicative of the amounts that the Company could have realized or paid in sale transactions as of respective dates. As such, the fair value of financial instruments subsequent to the reporting dates may be different from the amounts reported at each reporting date. In respect of investments as at the transaction date, the Company has assessed the fair value to be the carrying value of the investments as these companies are in their initial years of operations obtaining necessary regulatory approvals to commence their business.

## 28. Fair Value Hierarchy

The following table provides the fair value measurement hierarchy of the Company's assets and Liabilities.

Quantitative disclosures fair value measurement hierarchy for assets as at 31st March, 2021:

(Rupees in Lakhs)

| Particulars                               | Date of valuation | Total | Fair value measurement using    |                               |                                 |
|---|-------------------|-------|---------------------------------|-------------------------------|---------------------------------|
|   |                   |       | Quoted prices in active markets | Significant observable inputs | Significant unobservable inputs |
|   |                   |       | (Level 1)                       | (Level 2)                     | (Level 3)                       |
| <b>Assets measured at amortised cost:</b> |                   |       |                                 |                               |                                 |
| Other Financial Assets                    | 31st March, 2021  | 2.49  | -                               | -                             | 2.49                            |
| Cash and cash equivalents                 | 31st March, 2021  | 11.85 | -                               | -                             | 11.85                           |

# PHOTON CAPITAL ADVISORS LIMITED

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

(Rupees in Lakhs)

Quantitative disclosures fair value measurement hierarchy for assets as at 31st March, 2020:

| Particulars                               | Date of valuation | Total | Fair value measurement using    |                               |                                 |
|---|-------------------|-------|---------------------------------|-------------------------------|---------------------------------|
|   |                   |       | Quoted prices in active markets | Significant observable inputs | Significant unobservable inputs |
|   |                   |       | (Level 1)                       | (Level 2)                     | (Level 3)                       |
| <b>Assets measured at amortised cost:</b> |                   |       |                                 |                               |                                 |
| Other Financial Assets                    | 31st March, 2020  | 1.87  | -                               | -                             | 1.87                            |
| Cash and cash equivalents                 | 31st March, 2020  | 9.77  | -                               | -                             | 9.77                            |

Quantitative disclosures fair value measurement hierarchy for liabilities as at 31st March, 2021:

| Particulars                                    | Date of valuation | Total | Fair value measurement using    |                               |                                 |
|--|-------------------|-------|---------------------------------|-------------------------------|---------------------------------|
|  |                   |       | Quoted prices in active markets | Significant observable inputs | Significant unobservable inputs |
|  |                   |       | (Level 1)                       | (Level 2)                     | (Level 3)                       |
| <b>Liabilities measured at amortised cost:</b> |                   |       |                                 |                               |                                 |
| Other Financial Liabilities                    | 31st March, 2021  | 3.13  | -                               | -                             | 3.13                            |

Quantitative disclosures fair value measurement hierarchy for liabilities as at 31st March, 2020:

| Particulars                                    | Date of valuation | Total | Fair value measurement using    |                               |                                 |
|--|-------------------|-------|---------------------------------|-------------------------------|---------------------------------|
|  |                   |       | Quoted prices in active markets | Significant observable inputs | Significant unobservable inputs |
|  |                   |       | (Level 1)                       | (Level 2)                     | (Level 3)                       |
| <b>Liabilities measured at amortised cost:</b> |                   |       |                                 |                               |                                 |
| Other Financial Liabilities                    | 31st March, 2020  | 3.01  | -                               | -                             | 3.01                            |

The management assessed that fair value of financial assets and liabilities significantly approximate their carrying amounts largely due to the short term maturities of these instruments. The fair value of the financial assets and liabilities is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

The Company determines fair values of financial assets or liabilities by discounting the contractual cash inflows / outflows using prevailing interest rates of financial instruments with similar terms. The initial measurement of financial assets and financial liabilities is at fair value. Further, the subsequent measurements of all assets and liabilities is at amortised cost, using effective interest rate method.

**The following methods and assumptions were used to estimate fair values:-**

- The fair value of the Company's interest bearings borrowings are determined using discount rate that reflects the entity's discount rate at the end of the reporting period. The own non-performance risk as at the reporting period is assessed to be insignificant.

For other non-current financial assets and liabilities the fair value is the same as the amortized cost, measured using the discount rate at the time of initial recognition of financial assets and liabilities

A one percent change in the unobserved inputs used in fair valuation of level 3 Assets and liabilities does not have a significant impact in its value.

**Fair value of financial assets and financial liabilities**

The carrying value of the current financial assets and current financial liabilities are considered to be same as their values, due to their short-term nature. The non-current borrowings and securities deposits are carried at amortized cost which is considered as their fair value.

# PHOTON CAPITAL ADVISORS LIMITED

## Notes to Consolidated Financial Statements for the year ended 31st March, 2021

(Rupees in Lakhs)

### 29. Financial risk management

The Company is exposed to market risk (fluctuation in foreign currency exchange rates, price and interest rate), liquidity risk and credit risk, which may adversely impact the fair value of its financial instruments. The Company assesses the unpredictability of the financial environment and seeks to mitigate potential adverse effects on the financial performance of the Company.

#### (a) Market Risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices.

#### (b) Liquidity risk

Prudent liquidity risk management implies maintaining sufficient cash and the availability of funding to meet obligations when due and to close out market positions. Company's treasury maintains flexibility in funding by maintaining availability under deposits in banks.

Management monitors cash and cash equivalents on the basis of expected cash flows.

### 30. Capital Management

For the purpose of the Company's capital management, capital includes issued equity capital, share premium and all other equity reserves attributable to the equity holders. The primary objective of the company's capital management is to maximise the shareholder value.

The company manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants. The company monitors capital using a gearing ratio, which is debt divided by total capital.

| Particulars                              | 31 <sup>st</sup> March, 2021 | 31 <sup>st</sup> March, 2020 |
|--|------------------------------|------------------------------|
| <b>Borrowings</b>                        |                              |                              |
| Debt                                     | -                            | -                            |
| <b>Equity</b>                            |                              |                              |
| Equity share capital                     | 151.37                       | 151.37                       |
| Other equity                             | 902.21                       | 912.95                       |
| <b>Total Capital</b>                     | <b>1053.57</b>               | <b>1064.32</b>               |
| <b>Gearing ratio in % (debt/ equity)</b> | -                            | -                            |

In order to achieve this overall objective, the Company's capital management, amongst other things, aims to ensure that it meets financial covenants attached to the interest-bearing loans and borrowings that define capital structure requirements. Breaches in meeting the financial covenants would permit the bank to immediately call loans and borrowings. There have been no borrowings in current period.

No changes were made in the objectives, policies or processes for managing capital during the years ended 31 March 2021 and 31 March 2020.

As per our report event date

// For and behalf of the Board of Directors //

For **M. Anandam & Co.**,  
Chartered Accountants  
(Firm Regn.No.000125S)  
Sd/-  
**S.V.S. Narayana**  
Partner  
Membership No. 222296

Sd/-  
**Sobharani Nandury**  
Whole Time Director  
(DIN: 00567002)

Sd/-  
**V.R.Shankara**  
Director  
(DIN: 00041705)

Sd/-  
**Sreedhar Babu Kanuri**  
Chief Financial Officer

Sd/-  
**Neha Agarwal**  
Company Secretary  
(ACS No: 53325)

Place : Hyderabad  
Dated : 29.06.2021

## PROXY FORM

[Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies (Management and Administration) Rules, 2014]

|                       |  |
|-----------------------|--|
| CIN No.               | L65910TG1983PLC004368  |
| Name of the Company : | PHOTON CAPITAL ADVISORS LIMITED  |
| Registered Office :   | Plot No. 90-A, Road No. 9, Jubilee Hills, Hyderabad - 500 033, Telangana, Tel/Fax No: +91 9951339995, Website:http://www.pcalindia.com/Email Id : info@pcalindia.com |

|                         |  |
|-------------------------|--|
| Name of the Member(s) : |  |
| Registered Address :    |  |
| E-mail Id :             |  |
| Folio No./ Client ID :  |  |
| DP ID :                 |  |

I/We , being the member (s) of \_\_\_\_\_ shares of the above named Company, hereby appoint:-

1. ....of.....having e-mail id.....or failing him
2. ....of.....having e-mail id.....or failing him
3. ....of.....having e-mail id.....

and whose signature(s) are appended below as my / our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 36<sup>th</sup>AnnualGeneral Meeting of the Company, to be held on Thursday, the 30<sup>th</sup> September, 2021 at 11.00 a.m. at the registered office of the Company situated at Plot. No.90-A, Road No.9, Jubilee Hills, Hyderabad – 500 033, Telangana, and at any adjournment thereof in respect of such resolutions as are indicated below:

| Resolution No. | Resolution   | Vote |         |
|----------------|--|------|---------|
|                |  | For  | Against |
| 1.             | To consider and adopt the audited standalone and consolidated financial statement of the company for the financial year ended 31 <sup>st</sup> March, 2021 and the reports of the Board of Directors and Auditors thereon. |      |         |
| 2.             | To appoint a Director in the place of Mrs. Suchitra Nandury having director identification number (00568167) who retires by rotation and being eligible offers herself for re-appointment.                                 |      |         |
| 3.             | To fix the remuneration of statutory auditors for the F.Y. 2021-22.  |      |         |

Signed this ..... day of ..... 2021.

Signature of Shareholder \_\_\_\_\_

Signature of Proxy holder(s) \_\_\_\_\_

Affix below  
Re. 1  
Revenue  
Stamp

### Notes:

1. The proxy duly completed should be deposited at the Registered Office of the Company not less than 48 (Forty Eight) hours before time fixed for holding the meeting.

### ATTENDANCE SLIP

I hereby record my presence at the 36<sup>th</sup>Annual General Meeting of the Company being held on Thursday, the 30<sup>th</sup> September, 2021 at 11.00 a.m. at the registered office of the Company situated at Plot. No.90-A, Road No.9, Jubilee Hills, Hyderabad - 500 033, Telangana.

Name of the Shareholder: .....

Name of the Proxy: .....

Signature of Member / Proxy: .....

Regd. folio\*/Client ID: .....

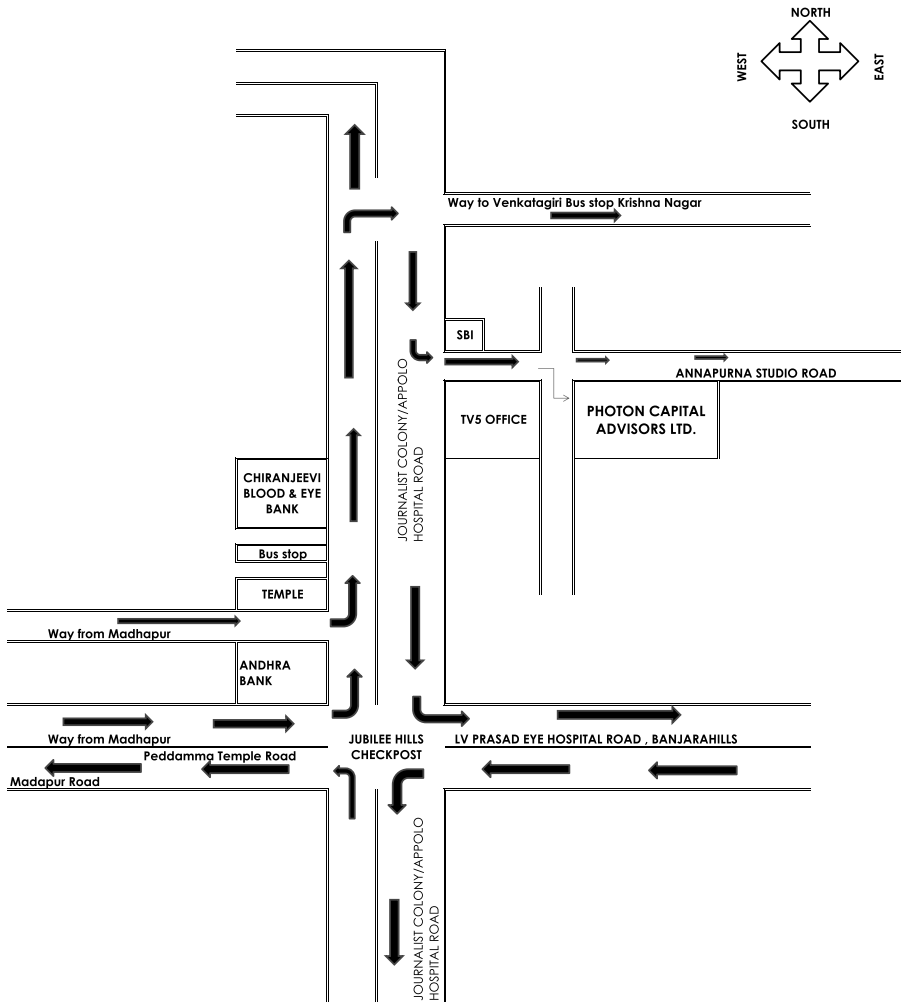
\*Applicable for members holding shares in electronic form.

Note: To be signed and handed over at the entrance of the Registered office of the Company.

BLANK

**Route Map**

**ROUTE MAP**



**Photon Capital Advisors Limited**  
Plot no.90A, Road no.9, Jubilee Hills,  
Hyderabad- 500033.  
Phone no: +91 9951339995  
Website: www.pcalindia.com

Printed Matter

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