



**59TH  
ANNUAL  
REPORT**

**2021-2022**

**RSD FINANCE LIMITED**

# CONTENTS

Corporate Information	<b>1</b>
Committee Membership	<b>2</b>
Attendance Slip	<b>223</b>
Proxy Form	<b>225</b>
Route Map to AGM	<b>227</b>

# STATUTORY REPORT

Notice	<b>3</b>
Director's Report	<b>21</b>
Annexures to Director's Report	<b>38</b>
Management Discussion and Analysis Report	<b>74</b>
Corporate Governance Report	<b>82</b>

# FINANCIAL STATEMENTS

Auditors Report	<b>129</b>
Balance Sheet	<b>147</b>
Statement of Profit & Loss	<b>148</b>
Cash Flow Statement	<b>149</b>
Statement of Changes in Equity	<b>150</b>
Notes to the Balance Sheet & Statement of Profit & Loss	<b>151</b>
Consolidated Balance Sheet	<b>191</b>
Consolidated Statement of Profit & Loss	<b>192</b>



# Corporate Information

**RSD Finance Limited**

**CIN - L17222JH1963PLC013316**

## BOARD OF DIRECTORS

**Rajeev Singh Dugal**

Managing Director

**Upneet Dugal**

Executive Director

**Kawaljeet Kaur Dugal**

Non-Executive Director

**Sushil Kumar Khowala**

Non-Executive  
Independent Director

**Harsh Kumar Pandey**

Non-Executive  
Independent Director

**Sukant Bari**

Non-Executive  
Independent Director

## MANAGEMENT TEAM

**Rechan Chhabra**

Chief Financial Officer  
(Resigned w.e.f 30<sup>th</sup> September 2021)

**Ravi Joshi**

Chief Financial Officer  
(Appointed w.e.f 26<sup>th</sup> March 2022)

**Puja Choudhary**

Company Secretary

## REGISTERED OFFICE

The Alcor Hotel  
H. No. – 4, Opp. Indian Oil  
Petrol Pump  
Ramdas Bhatta, Bistupur  
Jamshedpur, Jharkhand –  
831 001  
Tel: +91 7280009199

## FACTORY OFFICE

NS – 13, 2nd Phase  
Industrial Area, Adityapur  
Jamshedpur, Jharkhand –  
832 109  
Saraikela - Kharsawan

## BANKERS

IDBI Bank Limited  
ICICI Bank Limited  
Kotak Mahindra Bank  
HDFC Bank Limited  
State Bank of India  
Punjab National Bank

## REGISTRAR & TRANSFER AGENTS

M/s. S. K. Infosolutions Pvt  
Ltd  
D/42, Katju Nagar (Near  
South City Mall)  
Ground Floor, Katju Nagar  
Bazar

Jadavpur, Kolkata, West  
Bengal – 700 032  
Tel: 033-24120027/29

## STATUTORY AUDITORS

M/s. Prasad Kumar & Co.  
Chartered Accountants  
1st Floor, Arvinder  
Complex  
2, S.B. Shop Area  
R – Road, Bistupur,  
Jamshedpur – 831 001

## INTERNAL AUDITOR

Mr. Jay Prakash Heerwal  
(Proprietor)  
M/s. Heerwal & Associates  
Chartered Accountants  
3/5, G B Galaxy,  
P B Road, Jugsalai,  
Jamshedpur, Jharkhand –  
831 006

## SECRETARIAL AUDITORS

Mr. Sital Prasad Swain  
Practicing Company  
Secretary  
Room No – 2, 4th Floor  
Meghdeep Tower (Besides  
South Park Hotel)  
Bistupur, Jamshedpur,  
Jharkhand – 831 001

## COMMITTEE MEMBERSHIP:

### AUDIT COMMITTEE

**Sushil Kumar Khowala**

Chairman

**Rajeev Singh Dugal**

Member

**Harsh Kumar Pandey**

Member

### STAKEHOLDERS RELATIONSHIP COMMITTEE

**Sushil Kumar Khowala**

Chairman

**Rajeev Singh Dugal**

Member

**Harsh Kumar Pandey**

Member

### NOMINATION AND REMUNERATION COMMITTEE

**Harsh Kumar Pandey**

Chairman

**Sushil Kumar Khowala**

Member

**Sukant Bari**

Member

### CORPORATE SOCIAL RESPONSIBILITY COMMITTEE

**Rajeev Singh Dugal**

Chairman

**Sushil Kumar Khowala**

Member

**Upneet Dugal**

Member

**Kawaljeet Kaur Dugal**

Member

(w.e.f November 13, 2021)

## RSD FINANCE LIMITED

**CIN: L17222JH1963PLC013316**

**Registered Office:**

H. No – 4, The Alcor Hotel, Ramdas Bhatta,  
Bistupur, Jamshedpur, Purbi Singhbhum, Jharkhand -831001  
Email address: rsdfinance.ltd@gmail.com  
Website: www.rsdfinancelimited.com

# Notice of 59th Annual General Meeting

Notice is hereby given that the **FIFTY NINTH ANNUAL GENERAL MEETING** of the members of **RSD FINANCE LIMITED** ("the Company") will be held on **FRIDAY, SEPTEMBER 30, 2022 AT 11.00 AM** (IST) at Professional - I, The Alcor Hotel, 2<sup>nd</sup> Floor, H. No – 4, Ramdas Bhatta, Bistupur, Jamshedpur, Purbi Singhbhum, Jharkhand - 831001. The following business will be transacted at the meeting:-

### **ORDINARY BUSINESS:**

1. **Adoption of the Audited Standalone and Consolidated Financial Statements of the Company.**

To receive, consider and adopt:

- (a) the Audited Standalone Financial Statements of the Company for the financial year ended March 31, 2022 together with the reports of the Board of Directors and Auditors thereon; and
- (b) the Audited Consolidated Financial Statements of the Company for the financial year ended March 31, 2022 together with the reports of the Auditors thereon.

2. **Appointment of Ms. Upneet Dugal (DIN: 07680726), who retires by rotation and being eligible, offers herself for re-appointment as a Director.**

To consider and if thought fit, pass with or without modification(s), the following Resolution as an **ORDINARY RESOLUTION:**

**"RESOLVED THAT** pursuant to the provisions of Section 152 of the Companies Act, 2013, and the rules made thereunder (including any statutory modification(s) or re-enactment thereof for the time being in force) Ms. Upneet Dugal (DIN: 07680726), who retires by rotation at this meeting and being eligible, offers herself for re-appointment, be and is hereby re-appointed as a Director of the Company, liable to retire by rotation."

3. **Re-appointment of Statutory Auditors**

To consider and, if thought fit, to pass the following resolution as an Ordinary Resolution:

**"RESOLVED THAT** pursuant to the provisions of section 139 and 142 and other applicable provisions, if any, of the Companies Act, 2013, read with the Companies (Audit and Auditors) Rules, 2014 (including any statutory modifications or re-enactment thereof, for the time being in force), M/s. Prasad Kumar and Co., Chartered Accountants (FRN: 008816C), be and is hereby re-appointed as the Statutory Auditors of the Company to hold

office for a second term commencing from the conclusion of this Annual General Meeting till the conclusion of the 64<sup>th</sup> Annual General Meeting of the Company, to be held in the year 2027, on such remuneration as may be mutually agreed upon between the Board of Directors of the Company and the Statutory Auditors.”

**“RESOLVED FURTHER THAT** the Board of Directors of the Company, be and is hereby authorised to settle any question, difficulty or doubt, that may arise in giving effect to this resolution and to do all such acts, deeds and things as may be necessary, expedient and desirable for the purpose of giving effect to this resolution.”

#### **SPECIAL BUSINESS:**

#### **4. Payment of Managerial Remuneration under Section 197 of the Companies Act, 2013 and Regulation 17(6)(e) of the SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015.**

To consider and if thought fit, to pass with or without modification(s), the following Resolutions as **SPECIAL RESOLUTIONS**:

**“RESOLVED THAT** pursuant to the provisions of Regulation 17(6)(e) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (‘the Regulation’) and second proviso to Sub-Section (1) of Section 197 of the Companies Act, 2013 (‘the Act’) and other applicable provisions of the Companies Act, 2013 or SEBI (LODR) Regulations, 2015 (including any statutory modification(s) or re-enactment thereof for the time being in force), the approval of the Company be and is hereby accorded for payment of remuneration in excess of the limits prescribed under the Section 197 of the Act

and Regulation 17(6)(e) of the Regulation as set out in the explanatory statement annexed hereto, to all the Managerial Personnel and Executive Directors who are Promoters or members of Promoter Group.”

**“RESOLVED FURTHER THAT** the total managerial remuneration payable by the Company along with its subsidiaries to its Executive Directors, including Managing Director, Whole-time Director or manager, if any, shall not exceed Rs. 10 lakhs per month on an individual basis in respect of any Financial Year.”

**“RESOLVED FURTHER THAT** the approval herein granted for payment of remuneration to Executive Directors who are Promoters or members of Promoter Group (‘such Executive Directors’) shall be effective till the expiry of respective term of such Executive Directors.”

**“RESOLVED FURTHER THAT** the Board of Directors of the Company be and is hereby authorized to do all such acts, deeds and things as it may deem necessary and authorise executives of the Company for the purpose of giving effect to the above Resolution.”

**By Order of the Board of Directors  
For RSD Finance Limited**

**Sd/-**

**Rajeev Singh Dugal  
Managing Director  
DIN - 00052037**

**Place: Jamshedpur  
Date: August 14, 2022**

**NOTES:**

1. The Statement, pursuant to Section 102 of the Companies Act, 2013, as amended ('Act') setting out material facts concerning the business with respect to Item Nos. 3 and 4 forms part of this Notice. Additional information, pursuant to Regulations 36(3) and 36(5) of the Securities and Exchange Board of India (Listing Obligations and Disclosure requirements) Regulations, 2015, ('SEBI Listing Regulations') and Secretarial Standard - 2 on General Meetings issued by The Institute of Company Secretaries of India, in respect of Director retiring by rotation seeking re-appointment at this Annual General Meeting ('Meeting' or 'AGM') is furnished as an "Annexure" to the Notice.
  2. **PURSUANT TO PROVISIONS OF THE ACT, A MEMBER ENTITLED TO ATTEND AND VOTE AT THE ANNUAL GENERAL MEETING (AGM) IS ENTITLED TO APPOINT ONE OR MORE PROXIES TO ATTEND AND VOTE ON A POLL INSTEAD OF HIMSELF/HERSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. THE INSTRUMENT APPOINTING A PROXY IN ORDER TO BE VALID MUST BE DULY FILLED IN ALL RESPECTS AND SHOULD BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LATER THAN FORTY-EIGHT (48) HOURS BEFORE THE COMMENCEMENT OF THE MEETING i.e. BY 11.00 AM ON SEPTEMBER 28, 2022.**
  3. Pursuant to the provisions of the Companies Act, 2013 (hereinafter called "the Act") and the Rules made thereunder, a person can act as proxy on behalf of Members not exceeding 50 (fifty) in number and holding in the aggregate not more than ten percent (10%) of the total issued and paid up share capital of the Company. Proxies submitted on behalf of the companies, societies, etc., must be supported by an appropriate resolution/ authority, as applicable. A member holding more than ten percent (10%) of the total issued and paid up share capital of the Company may appoint a single person as proxy and such person shall not act as a proxy for any other person or member.
- The holder of proxy shall prove his identity at the time of attending the Meeting. The proxies shall be available for inspection during the period beginning twenty-four hours before the time fixed for the commencement of the meeting and ending with the conclusion of the meeting.
4. A copy of the Financial Statements of the Company for the Financial Year ended 31st March 2022 together with the Auditors' and Directors' Reports thereon are enclosed.
  5. Members are requested to write to the Company their query(ies), if any, on the accounts and operations of the Company at least 7 days before the meeting to keep the information ready at the meeting.
  6. The Board of Directors has not recommended any Dividend for the Financial Year ended on 31<sup>st</sup> March, 2022.
  7. The Company does not have any unclaimed dividend amount to be transferred to Investor Education and Protection Fund (IEPF)
  8. The Company's Registrar & Share Transfer Agent (both, physical as well as electronic) is M/s. S. K. Infosolutions Pvt. Ltd having its office at D/42, Katju Nagar (Near South City Mall), Ground Floor, Katju Nagar Bazar, Jadavpur, Kolkata - 700032. Members are requested to send all communications relating to shares to M/s. S. K. Infosolutions Pvt. Ltd.
  9. SEBI vide its Circular No. SEBI/ HO/ MIRSD/ MIRSD\_ RTAMB/ P/ CIR/ 2021/ 655 dated November 03, 2021 and clarification issued vide Circular No. SEBI/ HO /MIRSD /MIRSD\_RTAMB /P /CIR /2021 /687 dated December 14, 2021 has mandated all listed Companies to record/update the KYC details i.e. PAN, Nomination and Bank Account details of the holder for the shares held in physical mode. The Company has sent letters to all the Members holding shares in physical mode whose details are yet to be updated seeking the aforesaid information. Detailed information in this regard is



available at the Company's website [www.rsdfinancelimited.com/investorinformation](http://www.rsdfinancelimited.com/investorinformation). Members holding shares in physical form are requested to ensure the aforesaid KYC details are updated with the Company's Registrar and Share Transfer Agents, M/s. S.K. Infosolutions Private Limited ("RTA") before April 01, 2023, post which the said folios shall be frozen. In case, the folios continue to remain frozen, till December 31, 2025, the same shall be referred to the Administering Authority under the Benami Transactions (Prohibitions) Act, 1988 and Prevention of Money Laundering Act, 2002. **Attention of the Members holding shares of the Company in physical form is invited to go through and submit the said Form ISR – 1 available in the website of Registrar and Share transfer agent [www.skcinfo.com](http://www.skcinfo.com)**

- 10.** SEBI vide its Circular No. SEBI /HO /MIRSD /MIRSD\_RTAMB /P /CIR /2022 /8 dated January 25, 2022 has mandated that the service requests received for Issuance of Duplicate Share Certificate, Release of Shares from Unclaimed Suspense Account of the Company, Renewal / Exchange of Share Certificate, Endorsement, Sub-division / Splitting of Share Certificate, Consolidation of Folios / Share Certificates, Transmission and Transposition shall be processed by issuing shares in dematerialised form only and Physical Share Certificates shall not be issued by the Company to the Share Holder / Claimant. Members are requested to make service requests by submitting a duly filled and signed Form ISR – 4, the format of which is available on the RTA's website [www.skcinfo.com](http://www.skcinfo.com). Members holding equity shares of the Company in physical mode are requested to kindly get their equity shares converted into demat/electronic form to get inherent benefits of dematerialisation and also considering that physical transfer of equity shares/ issuance of equity shares in physical mode have been disallowed by SEBI.

It may be noted that any service request can be processed only after the folio is KYC compliant. SEBI vide its notification dated January 24, 2022 has mandated that all requests for transfer of securities including transmission and transposition requests shall be processed only in

dematerialized form. In view of the same and to eliminate all risks associated with physical shares and avail various benefits of dematerialisation, Members are advised to dematerialise the shares held by them in physical form. Members can contact the Company or RTA, for assistance in this regard.

- 11.** To support the 'Green Initiative', Members who have not yet registered their email addresses are requested to register the same with their DPs in case the shares are held by them in electronic form and with S.K. Infosolutions Private Limited in case the shares are held by them in physical form.
- 12. Nomination facility** - As per the provisions of Section 72 of the Act, the facility for making nomination is available for the Members in respect of the shares held by them. Members who have not yet registered their nomination are requested to register the same by submitting Form No. SH-13.

Members are requested to submit the said details to their DP in case the shares are held by them in electronic form and to S.K. Infosolutions Private Limited in case the shares are held in physical form.

Members holding shares in physical form, in identical order of names, in more than one folio are requested to send to the Company or S.K. Infosolutions Private Limited, the details of such folios together with the share certificates for consolidating their holdings in one folio. A consolidated share certificate will be issued to such Members after making requisite changes.

- 13.** In case of joint holders, the member whose name appears as the first holder in the order of names as per the Register of Members of the Company will be entitled to vote at the AGM.
- 14.** Members seeking any information with regard to the accounts or any matter to be placed at the AGM, are requested to write to the Company on or before September 28, 2022 through email on [rsdfinance.ltd@gmail.com](mailto:rsdfinance.ltd@gmail.com). The same will be replied by the Company suitably.

- 15.** Electronic copy of the 59th Annual Report and Notice of the 59th Annual General Meeting of the Company inter-alia indicating the process and manner of remote e-voting along with Attendance Slip and Proxy Form is being sent to all the Members whose email IDs are registered with the Company/Depository Participants(s) for communication purposes unless any Member has requested for a physical copy of the same. For members who have not registered their email address, physical copies of the Notice of the 59th Annual General Meeting of the Company inter-alia indicating the process and manner of e-voting along with Attendance Slip and Proxy Form is being sent in the permitted mode.
- 16.** Members may also note that the Annual Report for the financial year 2021-22 including the Notice convening the 59<sup>th</sup> Annual General Meeting will also be available on the Company's website [www.rsdfinancelimited.com](http://www.rsdfinancelimited.com), website of the stock exchange i.e. [www.bseindia.com](http://www.bseindia.com). The AGM notice is also disseminated on the website of NSDL (agency for providing the remote E-voting facility). Even after registering for e-communication, members are entitled to receive such communication in physical form by post, upon making a request for the same, free of cost. For any communication, the members may also send their requests to the designated e-mail ID: [rsdfinance.ltd@gmail.com](mailto:rsdfinance.ltd@gmail.com)
- 17.** In terms of Section 152 of the Companies Act, 2013 and the Articles of Association of the Company, Ms. Upneet Dugal (DIN:07680726), Director, retires by rotation at the forthcoming AGM and being eligible, offers herself for re-appointment. The Board of Directors recommends the aforesaid re-appointment. As per explanation to Section 152(6)(e) of the Companies Act, 2013, total number of Directors for the purpose of determining Directors liable to retire by rotation shall not include Independent Directors, whether appointed under the Companies Act, 2013 or any other law for the time being in force.
- 18.** Ms. Upneet Dugal is interested in the Ordinary Resolutions set out at Item No. 2 of the Notice with regard to her re-appointment. Mr. Rajeev Singh Dugal, Managing Director and Mrs. Kawaljeet Kaur Dugal, Director, being related to Ms. Upneet Dugal may be deemed to be interested in the resolution set out at Item No. 2 of the Notice. Save and except the above, none of the Directors/Key Managerial Personnel of the Company/ their relatives are, in any way, concerned or interested, financially or otherwise, in the Ordinary Business set out under Item Nos. 1 to 2 of the Notice.
- 19.** Ms. Upneet Dugal and Mr. Rajeev Singh Dugal are interested in the Special Resolutions set out at Item No. 4 of the Notice with regard to their remuneration. Mrs. Kawaljeet Kaur Dugal, Director, being related to Ms. Upneet Dugal and Mr. Rajeev Singh Dugal may be deemed to be interested in the resolution set out at Item No. 4 of the Notice. Save and except the above, none of the Directors/Key Managerial Personnel of the Company/ their relatives are, in any way, concerned or interested, financially or otherwise, in the Special Business set out under Item No. 4 of the Notice.
- 20.** Members/Proxies/Authorized Representatives are requested to:
- I. Bring their copies of the Annual Report and the attendance slip duly completed and signed at the meeting.
  - II. Quote their respective folio numbers or DP ID and Client ID numbers for easy identification of their attendance at the meeting.
  - III. Bodies Corporate, who are the members of the Company, are requested to send a certified copy of the board resolution authorising their representative(s) to attend and vote at the meeting.
  - IV. In case of joint holders attending the Meeting, only such joint holder who

is higher in the order of names will be entitled to vote.

- 21.** Members attending Annual General Meeting at the venue are required to take proper precautions for attending the meeting (such as wearing of masks, hand gloves, maintaining of social distancing, proper hand washing and sanitization, etc.) considering COVID-19 pandemic situation.
- 22.** The Register of Members and Share Transfer Books of the Company will remain closed from (Friday) 23rd September, 2022 to (Friday) 30th September, 2022 (both days inclusive) in terms of provisions of Section 91 of the Companies Act, 2013 for the purpose of Annual General Meeting.
- 23.** Every member entitled to vote at a meeting of the Company, or on any resolution to be moved thereat, shall be entitled during the period beginning twenty-four hours before the time fixed for the commencement of the meeting and ending with the conclusion of the meeting, to inspect the proxies lodged, at any time during the business hours of the Company, provided not less than three days' notice in writing before the commencement of the Annual General Meeting of the intention to inspect is given to the Company.
- 24.** Pursuant to General Circulars Nos. 14/2020, 17/2020 and 20/2020 dated 8th April, 2020, 13th April, 2020 and 5th May, 2020 respectively issued by Ministry of Corporate Affairs ("MCA Circulars") and Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated 12th May, 2020 issued by Securities and Exchange Board of India ("SEBI Circular"), Notice of the AGM along with the Annual Report for the FY 2021-22 are being sent through electronic mode to those Members whose email addresses are registered with the Company/ Depositories.
- 25.** Members holding shares in physical mode are requested to register their e-mail ID's with S. K. Infosolutions Private Limited, the Registrars & Share Transfer Agents of the Company and Members holding shares in demat mode are

requested to register their e-mail ID's with their respective Depository Participants (DPs) in case the same is still not registered.

If there is any change in the email ID already registered with the Company, members are requested to immediately notify such changes to the Registrar & share Transfer Agent of the Company in respect of the shares held in physical form and to their respective Depository Participants (DPs) in case the shares are in Demat form.

- 26.** Members are requested to intimate changes, if any, pertaining to their name, postal address, e-mail address, telephone / mobile numbers, PAN, registering of nomination, power of attorney registration, Bank Mandate details, etc., to their DPs in case the shares are held in electronic form and to the RTA in prescribed Form ISR-1 and other forms pursuant to SEBI Circular No. SEBI/HO/MIRSD/MIRSD\_RTAMB/P/CIR/2021/655 dated November 3, 2021.

Further, Members may note that SEBI has mandated the submission of PAN by every participant in securities market.

- 27.** The Register of Directors and Key Managerial Personnel and their Shareholding maintained under Section 170 of the Act, and the Register of Contracts or Arrangements in which the directors are interested, maintained under Section 189 of the Act, and relevant documents referred to in the Notice or explanatory statement will be available for inspection by the members at the venue of the Annual General Meeting or also at the Registered Office of the Company on all working days, except Saturdays, Sundays and public holidays, between 11.00 a.m. to 1.00 p.m. up to the date of this Annual General Meeting.

## **28. E - Voting**

### **PROCESS AND MANNER FOR VOTING THROUGH ELECTRONIC MEANS:**

- I. Pursuant to the provisions of Section 108 of the Act read with Rule 20 of the Companies (Management and

Administration) Rules, 2014 (as amended), Regulation 44 of the SEBI Listing Regulations and in terms of SEBI Circular no. SEBI/ HO/ CFD/ CMD /CIR /P /2020 /242 dated December 9, 2020 in relation to e-Voting facility provided by listed entities, the Company is providing facility of remote e-Voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with NSDL for facilitating voting through electronic means, as the authorized agency. The facility of casting votes by a Member using remote e-Voting system will be provided by NSDL.

- II. Members of the Company holding shares either in physical form or in electronic form as on the cut-off date i.e. Friday, 23rd September, 2022 (Cut - Off Date) may cast their vote by remote e-Voting. A person who is not a Member as on the Cut-Off date should treat this Notice for information purpose only. A person whose name is recorded in the Register of Members or in the Register of Beneficial Owners maintained by the depositories as on the cut-off date only shall be entitled to avail the facility of remote e-voting before the AGM as well as Voting by Postal Ballot during the AGM.

Any shareholder(s) holding shares in physical form or non-individual shareholders who acquires shares of the Company and becomes a Member of the Company after dispatch of the Notice and holding shares as on the Cut-Off date i.e. Friday, 23rd September, 2022, may obtain the User ID and Password by sending an e-mail request to –

- a) Company Secretary/ Compliance Officer at [rsdfinance.ltd@gmail.com](mailto:rsdfinance.ltd@gmail.com)  
or,  
b) NSDL at [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in)  
c) or, Issuer/RTA at [skcdilip@gmail.com](mailto:skcdilip@gmail.com)  
by mentioning their Folio No./DP ID and Client ID No.

However, if a person is already registered with NSDL for remote e-Voting then he / she can use his / her

existing User ID and password for casting the vote.

In case of Individual Shareholder holding securities in dematerialized mode and who acquires shares of the Company and becomes a Member of the Company after dispatch of the Notice and holds shares in demat mode as on the Cut-Off Date may follow the steps mentioned under 'Login method for e-Voting for individual shareholders holding securities in demat mode'.

#### A. VOTING THROUGH ELECTRONIC MEANS

- I. Pursuant to provisions of Section 108 of the Companies Act, 2013, read with Rule 20 of the Companies (Management and Administration) Rules, 2014 as amended by the Companies (Management and Administration) Amendment Rules, 2015 and Regulation 44 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Listing Regulations), and the Secretarial Standard II on General Meetings, the Company is pleased to provide to its members a facility to exercise their right to vote on resolutions proposed to be considered at the Annual General Meeting (AGM) by electronic means. The facility of casting the votes by the members using an electronic voting system from a place other than venue of the AGM ("remote e-voting") will be provided by National Securities Depository Limited (NSDL).
- II. The facility for voting through ballot paper shall be made available at the AGM and the members attending the meeting who have not cast their vote by remote e-voting shall be able to exercise their right at the meeting through ballot paper.
- III. The remote e-voting facility will be available during the following period:

- **Commencement of remote e-voting: From 9:00 a.m. (IST) on Monday, September 26, 2022**
- **End of remote e-voting: Up to 5:00 p.m. (IST) on Thursday, September 29, 2022**

During this period members' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date of 23rd September, 2022, may cast their vote by remote e-voting. The remote e-voting will not be allowed beyond the aforesaid date and time and the remote e-voting module shall be disabled by NSDL upon expiry of the aforesaid period.

Once the vote on a resolution is cast by the member, the member shall not be allowed to change it subsequently.

- IV. A person who is not a member as on cut-off date should treat this Notice for information purpose only.
- V. The Members who have cast their vote by remote e-voting prior to the AGM may also attend/ participate in the AGM but shall not be entitled to cast their vote again.
- VI. The voting rights of the Members shall be in proportion to their shares in the paid-up share capital of the Company as on the cut-off date, being Friday, 23rd September, 2022.

**VII. E-voting Instructions:**

**How do I vote electronically using NSDL e-Voting system?**

The way to vote electronically on NSDL e-Voting system consists of "Two Steps" which are mentioned below:

**Step 1: Access to NSDL e-Voting system**

**Step 2: Cast your vote electronically**

Details on Step 1 are mentioned below:

**A) Login method for e-Voting for Individual shareholders holding securities in demat mode**

In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

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

Type of shareholders	Login Method
Individual Shareholders holding securities in demat mode with NSDL.	<p><b>A. NSDL IDeAS facility</b>  <b>If you are already registered, follow the below steps:</b></p> <ol style="list-style-type: none"> <li>1. Visit the e-Services website of NSDL. Open web browser by typing the following URL: <a href="https://eservices.nsd.com/">https://eservices.nsd.com/</a> either on a personal computer or on a mobile.</li> <li>2. Once the home page of e-Services is launched, click on the 'Beneficial Owner' icon under 'Login' which is available under 'IDeAS' section.</li> <li>3. A new screen will open. You will need to enter your User ID and Password. After successful authentication, you will be able to see e-voting services under Value Added Services section.</li> <li>4. Click on 'Access to e-voting' appearing on the left-hand side under e-voting services and you will be able to see e-voting page.</li> <li>5. Click on options available against Company name or e-voting service provider – NSDL and you will be re-directed to NSDL e-voting website for casting your vote during the remote e-voting period or joining</li> </ol>

virtual meeting & voting during the meeting.

**If you are not registered, follow the below steps:**

- Option to register is available at <https://eservices.nSDL.com>
- Select 'Register Online for IDeAS' Portal or click on <https://eservices.nSDL.com/SecureWeb/IdeasDirectReg.jsp>
- Please follow steps given in points 1-5

**B. e-Voting website of NSDL.**

- Open web browser by typing the following URL: <https://www.evoting.nSDL.com/> either on a Personal Computer or on a mobile.
- Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/ Member' section.
- A new screen will open. You will have to enter your User ID (i.e., your sixteen-digit demat account number held with NSDL), Password/OTP and a Verification Code as shown on the screen.
- After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on options available against company name or e-Voting service provider - NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.

**C. Shareholders/Members can also download NSDL Mobile App 'NSDL Speede' facility by scanning the QR code mentioned below for seamless voting experience.**

**NSDL Mobile App is available on**

 **App Store**  **Google Play**



Individual Shareholders holding securities in demat mode with CDSL

- Existing users who have opted for Easi / Easiest, can login through their user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are <https://web.cdslindia.com/myeasi/home/login> or [www.cdslindia.com](http://www.cdslindia.com) and click on New System Myeasi.
- After successful login of Easi/Easiest the user will be also able to see the E Voting Menu. The Menu will have links of **e-Voting service provider i.e. NSDL**. Click on **NSDL** to cast your vote.
- If the user is not registered for Easi/Easiest, option to register is available at <https://web.cdslindia.com/myeasi/Registration/EasiRegistration>
- Alternatively, the user can directly access e-Voting page by providing demat Account Number and PAN No. from a link in [www.cdslindia.com](http://www.cdslindia.com) home page. The system will authenticate the

user by sending OTP on registered Mobile & Email as recorded in the demat Account. After successful authentication, user will be provided links for the respective ESP i.e. **NSDL** where the e-Voting is in progress.

Individual Shareholders (holding securities in demat mode) login through their depository participants

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

### Important note:

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

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

Login type	Helpdesk details
Individual Shareholders holding securities in demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at <a href="mailto:evoting@nsdl.co.in">evoting@nsdl.co.in</a> or call at toll free no.: 1800 1020 990 and 1800 22 44 30
Individual Shareholders holding securities in demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at <a href="mailto:helpdesk.evoting@cdslindia.com">helpdesk.evoting@cdslindia.com</a> or contact at 022-23058738 or 022-23058542-43

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

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

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

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

## 4. Your User ID details are given below :

**Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical****Your User ID is:**

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

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

a) If you are already registered for e-Voting, then you can use your existing password to login and cast your vote.

b) If you are using NSDL e-Voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need to enter the 'initial password' and the system will force you to change your password.

c) How to retrieve your 'initial password'?

(i) If your email ID is registered in your demat account or with the company, your 'initial password' is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for -NSDL account, last 8 digits of

client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'.

(ii) If your email ID is not registered, please follow steps mentioned below in **process for those shareholders whose email ids are not registered.**

6. If you are unable to retrieve or have not received the "Initial password" or have forgotten your password:

a) Click on "[Forgot User Details/Password?](#)" (If you are holding shares in your demat account with NSDL or CDSL) option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com).

b) [Physical User Reset Password?](#)" (If you are holding shares in physical mode) option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com).

c) If you are still unable to get the password by aforesaid two options, you can send a request at [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) mentioning your demat account number/folio number, your PAN, your name and your registered address etc.



- d) Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.
7. After entering your password, tick on Agree to "Terms and Conditions" by selecting on the check box.
8. Now, you will have to click on "Login" button.
9. After you click on the "Login" button, Home page of e-Voting will open.

### **Step 2: Cast your vote electronically on NSDL e-Voting system.**

#### **How to cast your vote electronically on NSDL e-Voting system?**

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

### **General Guidelines for shareholders**

1. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to [sitalpr@yahoo.co.in](mailto:sitalpr@yahoo.co.in) with a copy marked to [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in).
2. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the "[Forgot User Details/Password?](#)" or "[Physical User Reset Password?](#)" option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com) to reset the password.
3. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of [www.evoting.nsdl.com](http://www.evoting.nsdl.com) or call on toll free no.: 1800 1020 990 and 1800 22 44 30 or send a request to Mr. Subhashis Sengupta, Manager at [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in)

#### **Process for those shareholders whose email ids are not registered with the depositories/ company for procuring user id and password and registration of e-mail ids for e-voting for the resolutions set out in this notice:**

1. In case shares are held in physical mode please provide Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self-attested scanned copy of PAN

card), AADHAR (self-attested scanned copy of Aadhar Card) by email to [rsdfinance.ltd@gmail.com](mailto:rsdfinance.ltd@gmail.com).

2. In case shares are held in demat mode, please provide DPID-CLID (16 digit DPID + CLID or 16 digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) to [rsdfinance.ltd@gmail.com](mailto:rsdfinance.ltd@gmail.com). If you are an Individual shareholders holding securities in demat mode, you are requested to refer to the login method explained at **step 1 (A) i.e. Login method for e-Voting for Individual shareholders holding securities in demat mode.**
3. Alternatively shareholder/members may send a request to [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) for procuring user id and password for e-voting by providing above mentioned documents.
4. In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are required to update their mobile number and email ID correctly in their demat account in order to access e-Voting facility.

## B. VOTING AT AGM

In terms of provisions of Section 107 of the Companies Act, 2013, since the Company is providing the facility of remote e-voting to the Members, there shall be no voting by show of hands at the AGM. The Company is also offering

facility for voting by way of Ballot Papers at the AGM for the Members attending the meeting who has not cast their vote by remote e-voting. In case of voting by Ballot Papers at the AGM, the voting rights of the Members shall be in proportion to their shares in the paid-up share capital of the Company as on the date of Book Closure.

## 29. OTHER INSTRUCTIONS

- I. The Board of Directors of the Company has appointed Mr. Sital Prasad Swain, Practicing Company Secretary (Membership No. F6338 and CP No – 6814) as the Scrutinizer, to scrutinize the entire voting process including remote e-Voting in a fair and transparent manner and he has communicated his willingness to be appointed.
- II. The Chairman shall at the end of the discussion, at the AGM, allow voting with the assistance of scrutinizer, by use of "Ballot Paper" for all those members who are present at the AGM but have not cast their votes by availing the remote e-voting facility.
- III. If a Member cast votes by both modes i.e. remote e-voting and Ballot Papers at the AGM, then voting done through remote e-voting shall prevail and Ballot Paper shall be treated as invalid.
- IV. The Scrutinizer, after scrutinizing the votes cast at the meeting through polling papers and through remote e-voting will, not later than 48 hours of conclusion of the Meeting, make consolidated scrutinizer's report and submit the same to the Chairman of the meeting or to such other person as may be authorized by the Chairman.
- V. The Chairman or the person authorized by him in writing shall forthwith on receipt of the consolidated Scrutinizer's Report, declare the result of the voting. The Results declared along with the report of the Scrutinizer shall be hosted on the website of the Company [www.rsdfinancelimited.com](http://www.rsdfinancelimited.com) and on the website of NSDL [www.evoting.nsdl.com](http://www.evoting.nsdl.com) immediately after the declaration of result and will also be communicated to the Bombay Stock Exchange.

30. Subject to receipt of requisite number of votes, the Resolutions shall be deemed to have been passed on the date of the AGM i.e., September 30, 2022.
31. Copies of the Annual Report will not be distributed at the AGM. Members are, therefore, requested to bring their copies of the Annual Report to the AGM.
32. The route map showing directions to reach to the venue of the 59<sup>th</sup> AGM is given at the end of this Notice as per the

requirement of the Secretarial Standards-2.

33. The names and address of the Stock Exchanges where at the Company's Equity Shares are listed, are given below:-

**Calcutta Stock Exchange Limited**  
7, Lyons Range, Kolkata – 700 001

**Bombay Stock Exchange Limited**  
Floor 25, Phiroze Jeejeebhoy Towers,  
Dalal Street, Fort, Mumbai 400 001

**By Order of the Board of Directors**  
**RSD Finance Limited**

Sd/-

**Rajeev Singh Dugal**  
**Managing Director**  
**DIN - 00052037**

**Place: Jamshedpur**  
**Date: August 14, 2022**

## STATEMENT PURSUANT TO SECTION 102(1) OF THE COMPANIES ACT, 2013, AS AMENDED ('ACT').

The following Statement sets out all material facts relating to Item No. 3 of the accompanying Notice.

**Item No. 3** - The Shareholders at the 54th AGM of the Company held on September 08, 2017, had approved the appointment of M/s. Prasad Kumar & Co., Chartered Accountants, (Firm Registration Number 008816C, as the Statutory Auditors of the Company, to hold office till the conclusion of the 59th AGM of the Company to be held in the year 2022. The Audit Committee, of the Company considering Prasad Kumar & Co.'s performance as auditors of the Company during their present tenure and after due deliberation and discussion, recommended to the Board the re-appointment of Prasad Kumar & Co. as statutory auditors of the Company for a second term of five years to hold office from the conclusion of the 59th AGM till the conclusion of the 64th AGM of the Company to be held in the year 2027.

Based on recommendations of the Audit Committee, the Board of Directors at their meeting held on May 30, 2022, approved the re-appointment of Prasad Kumar & Co., as the Statutory Auditors of the Company for a second term of 5 (five) years i.e. from the conclusion of 59<sup>th</sup> AGM till the conclusion of 64th AGM to be held in the year 2027. The re-appointment is subject to approval of the shareholders of the Company.

The audit fees including the limited review

fees to M/s. Prasad Kumar & Co. for the financial year ended March 31, 2022 is Rs. 57,500.

Besides the audit services, the Company has not availed any other services from Prasad Kumar & Co.

The Audit Committee and the Board of Directors considered the following factors in recommending the reappointment of Prasad Kumar & Co. as the statutory auditors of the Company:

- Competence of the leadership and the audit team of the firm in auditing the financial statements of the Company; and
- Ability of the firm to seamlessly scale and understand the Company's operations, systems and processes.

Prasad Kumar & Co. has consented to their appointment as Statutory Auditors and have confirmed that if appointed, their appointment will be in accordance with Section 139 read with Section 141 of the Act. The remuneration to be paid to Statutory Auditors shall be mutually agreed between the Board of Directors and the Statutory Auditors, from time to time. None of the Director(s) and Key Managerial Personnel of the Company or their respective relatives are concerned or interested in the Resolution mentioned at Item No. 3 of the Notice. The Board recommends the resolution set forth in Item No. 3 for the approval of the Members.

**Item No – 4**

The shareholders of the Company had passed a resolution approving the payment of remuneration to executive Directors including Managerial Personnel and Executive Directors who are Promoters or members of Promoter Group of the Company at the 56th Annual General Meeting of the members of the Company held on September 30, 2019. The Company has two (2) Executive Directors belonging to the Promoters or Promoter Group i.e. Mr. Rajeev Singh Dugal and Ms. Upneet Dugal.

Pursuant to the resolution passed, the Company can pay remuneration to its executive Directors including Managerial Personnel and Executive Directors who are Promoters or members of Promoter Group exceeding limits prescribed under Regulation 17(6)(e) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, and second proviso to Sub-Section (1) of Section 197 of the Companies Act, 2013 ("the Act") and other applicable provisions of the Companies Act, 2013

The resolution passed was valid and effective till the expiry of respective term of such Executive Directors. The term of Mr. Rajeev Singh Dugal completed on 22nd July, 2020 and he was reappointed as the Managing Director of the Company by the members of the Company for a period of five (5) years at the 57th Annual General Meeting held on December 29, 2020.

Ms. Upneet Dugal is retiring by rotation at the ensuing Annual General Meeting and

being eligible, is being reappointed as a Director of the Company.

Pursuant to the approval of the Nomination & Remuneration Committee, the approval of the members of the Company is being taken for payment of remuneration exceeding limits of Section 197 of the Companies Act, 2013 ("the Act") and Regulation 17 (6)(e) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations')

Pursuant to the provisions of Section 197 of the Companies Act, 2013 ("the Act") the overall managerial remuneration to Directors shall not exceed 11 per cent (11%) of the net profits of the Company calculated in accordance with Section 198 of the Act ("Net Profit") and should be within the sub-limits as prescribed under the second proviso to Sub-Section (1) of Section 197 of the Act. However, Companies can pay remuneration in excess of the above limits by obtaining approval of the shareholders of company by means of a special resolution.

Further, as required under Regulation 17 (6)(e) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 the fees or compensation payable to executive directors who are promoters or members of the promoter group of the listed entity, shall be subject to the approval of the shareholders by special resolution in general meeting, if –

(i) Annual remuneration payable to such executive director exceeds Rs. 5 Crore or 2.5 per cent (2.5%) of the net profits of the

listed entity, whichever is higher; or

(ii) Where there is more than one such director, the aggregate annual remuneration to such directors exceeds 5 per cent (5%) of the net profits of the listed entity.

The approval of the shareholders under the said Regulation shall be valid only till the expiry of the terms of the respective Directors.

In view of the above and in order to have a flexibility for payment of annual remuneration to the Managerial Personnel and the Executive Director(s) who are Promoter(s) or Member(s) of Promoter Group in excess of the limits as mentioned in Regulation 17 (6)(e) of the Listing Regulations and Sec 197 of the Companies Act, 2013, till the expiry of respective term of such Executive Directors, it is necessary to obtain the approval of shareholders by way of Special Resolution.

Further, the total managerial remuneration payable by the Company along with its subsidiaries to its Executive Directors, including Managing Director, Whole-time Director or manager, if any, shall not exceed Rs. 10 lakhs per month on an individual

basis in respect of any Financial Year.

Accordingly, approval of the Members is being sought for the Special Resolution as set out under Item No. 4 of the Notice for payment of remuneration to Directors in excess of sub-limits prescribed under the provisions of Section 197 of the Act and Regulation 17(6)(e) of the SEBI Listing Regulations.

Mr. Rajeev Singh Dugal, Ms. Upneet Dugal and Mrs. Kawaljeet Kaur Dugal are deemed to be concerned or interested in the Special Resolution as set out under Item No. 4 of the Notice.

The Board recommends the Special Resolution as set out at Item No. 4 of the Notice for approval by the Members.

**By Order of the Board of Directors**  
**RSD Finance Limited**

**Sd/-**  
**Rajeev Singh Dugal**  
**Managing Director**  
**DIN - 00052037**

**Place: Jamshedpur**  
**Date: August 14, 2022**

**ANNEXURE TO THE NOTICE OF 59<sup>TH</sup> ANNUAL GENERAL MEETING****Details of Directors Retiring By Rotation/Seeking Appointment/Re-Appointment**

<b>Particulars</b>	<b>Ms. Upneet Dugal</b>
Nationality	Indian
Date of Birth	26/09/1992
Age	30 years
Qualifications	Bachelor in Business Administration, Corporate Communication and Reputation Management
Expertise in specific functional area	HR Management, Marketing, Corporate Social Responsibility
Terms & conditions of Appointment & Remuneration	As per the resolution passed by the shareholders at the Annual General Meeting held on September 08, 2017, Ms. Upneet Dugal was appointed as an Executive Director, liable to retire by rotation.
Remuneration last drawn (including sitting fees, if any)	Rs. 22.20 lakhs
Remuneration proposed to be paid	As per resolution proposed to be passed by the shareholders at the Annual General Meeting to be held on September 30, 2022.
Date of first Appointment on the Board	28th December, 2016
Number of shares held in the Company as on 31st March, 2022	8,396 shares
Relationships with other Directors/ Key Managerial Personnel	Related to Mr. Rajeev Singh Dugal and Mrs. Kawaljeet Kaur Dugal
Number of meeting of Board attended during the year	Two (02)
Directorships of other Boards as on March 31, 2022 (Public Limited Company)	NIL
Chairman / Member of the Committee of Directors of other Public Limited Companies in which he / she is a Director	Chairman – NIL Member – NIL
Name of the listed entities from which the Director has resigned in the past 3 years	NIL

**By Order of the Board of Directors**  
**RSD Finance Ltd.**

**Sd/-**  
**Rajeev Singh Dugal**  
**Managing Director**  
**DIN - 00052037**

**Place: Jamshedpur**  
**Date: August 14, 2022**

# DIRECTORS' REPORT

## Dear Shareholders,

Your Directors have pleasure in presenting their Fifty-Ninth Annual Report on the business and operations of the Company together with the Audited Financial Statements (Standalone as well as Consolidated) for the year ended March 31, 2022.

### 1. KEY FINANCIAL HIGHLIGHTS

The Company has prepared the Financial Statements for the financial year ended March 31, 2022 in conformity with Indian Accounting Standards (Ind AS) notified under section 133 of the Companies Act, 2013 (the "Act"):

*(Rs. in Hundred)*

Particulars	Standalone		Consolidated	
	FY 2021-22	FY 2020-21	FY 2021-22	FY 2020-21
Revenue from Operations	4,56,300	3,92,189	93,16,158	50,60,323
Other Income	3,15,653	2,24,960	4,99,371	4,67,805
Total Income	7,71,953	6,17,149	98,15,529	55,28,128
Less :Total Expenses	2,65,111	2,22,118	74,16,479	45,75,420
Profit before tax & Extraordinary items	5,06,842	3,95,031	23,99,050	9,52,708
Add : Extraordinary Items	-	-	-	-
Less : Tax Expenses	86,385	70,153	5,95,983	1,60,498
Profit after tax	4,20,457	3,24,878	18,03,067	7,92,210
Add: Other Comprehensive Income/(loss)	1,07,304	2,36,540	3,50,634	4,04,929
Total Comprehensive Income	5,27,761	5,61,418	21,53,701	11,97,139
<b>Profit available for appropriation</b>				
Balance of profit for earlier years	38,88,063	34,19,499	73,11,822	63,27,644
Add: Total Comprehensive Income	5,27,761	5,61,418	19,17,806	10,73,182
Add: Profit available for appropriation	-	(19,430)	(723)	23,280
Less :Transfer to Statutory Reserve	1056	1,12,284	1,13,052	1,12,284
Balance C/f to Balance Sheet	44,14,768	38,88,063	91,15,853	73,11,822



## 2. COMPANY OVERVIEW

RSD Finance Limited is a Company registered under the Companies Act, 1956. It is registered with the Reserve Bank of India (RBI) in the category of "Non-Banking Financial Institution – Non Systemically Important, Non Deposit taking Company (NBFC-ND-NSI) under the RBI Regulations and has a certificate under section 45 IA of the RBI Act, 1934.

As part of our business activities, we are predominantly focused in the business of loans and advances, acquisition of shares/ stocks/ bonds/ debentures/ securities issued by Government or local authority or other marketable securities of a like nature. We also provide Job Work services.

### 3. Statutory Disclaimer

The Company is having a valid Certificate of Registration dated May 2, 1998 issued by the RBI under Section 45-IA of the Reserve Bank of India Act, 1934. However, RBI does not accept any responsibility or guarantee about the present position as to the financial soundness of the Company or for the correctness of any of the statements or representations made or opinions expressed by the Company and for discharge of any liability by the Company.

Neither there is any provision in law to keep, nor does the Company keep any part of the deposits with RBI and by issuing a Certificate of Registration to the Company, RBI neither accepts any responsibility nor guarantees the payment of deposits to any depositor or any person who has lent any sum to the Company.

### 4. BUSINESS PERFORMANCE REVIEW

On a standalone basis, the Company achieved a turnover of Rs. 771.95 lakhs as compared to the turnover of Rs. 617.15 lakhs recorded during the previous financial year ended March

31, 2021. The Net Profit before tax and exceptional items of your Company for the financial year ended March 31, 2022 stood at Rs. 506.84 Lakhs as against the Net Profit of Rs. 395.03 Lakhs for the financial year ended March 31, 2021. Basic earnings per share work out to Rs. 4.08 compared to Rs. 4.34 in the previous year.

On a consolidated basis, your Company recorded a total income of Rs. 9,815.53 Lakhs during the financial year ended March 31, 2022 as compared to the turnover of Rs. 5,528.13 lakhs recorded during the previous financial year ended March 31, 2021 and achieved a consolidated Net Profit before tax of Rs. 2,399.05 Lakhs for the financial year ended March 31, 2022 as against the Net Profit of Rs. 952.71 Lakhs for the financial year ended March 31, 2021.

In accordance with the provisions of Section 136 of the Companies Act, 2013, the Annual Report of the Company, containing therein its Consolidated and Standalone Financial Statements are available on the website of the Company at web link [www.rsdfinancelimited.com](http://www.rsdfinancelimited.com).

Any member who is interested in obtaining a copy of the Annual Report may write to the Company at the Registered Office of the Company. Further, a detailed analysis of Company's performance is included in the Management Discussion and Analysis, which forms part of this Annual report.

### 5. CHANGES IN THE NATURE OF THE BUSINESS

There have been no changes in the nature of the business of the Company or the subsidiaries during the year under review.

## 6. FUTURE PROSPECTS

The state of Company's affair and future outlook is discussed in the Management Discussion & Analysis section of this Annual Report.

## 7. DIVIDEND

Your Director's regret for not recommending any Dividend on Equity Shares of the Company for the financial year ended 31 March, 2022.

## 8. UNCLAIMED/UNPAID DIVIDEND

In terms of the provisions of Section 124(5) of the Companies Act, 2013, the Company did not have any unclaimed/unpaid dividend which was/is required to be transferred to the Investors Education and Protection Fund.

## 9. RESERVES

The Company proposes to transfer Rs. 1.06 lakhs to the statutory reserves and an amount of Rs. 4,414.77 lakhs is proposed to be retained in the P/L account during the Financial Year 2021-22.

## 10. SHARE CAPITAL

The Equity shares of the Company are listed on the Bombay Stock Exchange (BSE) and the Calcutta Stock Exchange (CSE). The paid-up Equity Share Capital as on March 31, 2022 was Rs. 6.47 crores.

During the year under review, the Company has not issued any shares with differential voting rights nor has granted any stock options or sweat equity.

As on March 31, 2022, none of the Directors of the Company hold instruments convertible into equity shares of the Company.

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

There have been no material changes and commitments between the end of FY 2021-22 and the date of this report, affecting the financial position of the Company.

## 12. PUBLIC DEPOSIT

Being a Non Deposit taking Non-Banking Financial Company, your Company has not accepted any deposits from the public under section 73 of the Companies Act, 2013 and the Companies (Acceptance of Deposits) Rules, 2014 during the year under review and no amount on account of principal or interest on deposits from public was outstanding as on date of the Balance Sheet.

## 13. FINANCIAL LIQUIDITY

The Company's cash and cash equivalents as on March 31, 2022 is Rs. 71.89 lakhs as compared to Rs. 125.04 lakhs as on March 31, 2021. The Company continues to focus on judicious management of its working capital. Receivables and other working capital parameters were kept under strict check through continuous monitoring.

## 14. SUBSIDIARY COMPANIES, JOINT VENTURE AND ASSOCIATES

The Company has two material subsidiaries Precision Automotive Private Limited and SRP Oil Private Limited and one step down subsidiary Sigma HTS LLP. There are no Associate or Joint venture Companies within the meaning of section 2(6) of the Companies act, 2013. There has been no material change in the nature of business of the subsidiaries.

No entity became or ceased to be the subsidiary, joint venture or associate of RSD Finance Limited during Financial Year 2021-22.

The Annual Reports of these Subsidiaries will be made available for inspection by any Member of the Company at the Registered Office of your Company at Holding No. – 4, The Alcor Hotel, Ramdas Bhatta, Bistupur, Jamshedpur - 831001 during business hours on all days except Saturdays, Sundays and Public Holidays between 12.30 pm and 03.00 pm up to the date of ensuing AGM. The Annual Reports of the aforesaid Subsidiaries for the financial year ended March 31, 2022 shall be provided to any Member of the Company upon receipt of written request. In view of the continuing statutory restrictions on the movement of persons at several places in the Country, Members may also send an advance request at the e-mail id – [rsdfinance.ltd@gmail.com](mailto:rsdfinance.ltd@gmail.com) for an electronic inspection of the aforesaid documents.

The Annual Reports along with the Audited Financial Statements of each of the Subsidiaries of your Company are also available on the website of the Company at [www.rsdfinancelimited.com](http://www.rsdfinancelimited.com)

As required under Regulations 16(1) (c) & 46 of Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 “SEBI Listing Regulations”, the Board of Directors had approved the Policy for determining Material Subsidiaries (“Policy”). The details of the Policy are available on the website of the Company [www.rsdfinancelimited.com/InvestorRelations/Codes/Polices](http://www.rsdfinancelimited.com/InvestorRelations/Codes/Polices)

## 15. PERFORMANCE OF SUBSIDIARIES

### i) S R P OIL PRIVATE LIMITED

The Company continues to holds 52.55% shares in SRP Oil Private Limited. SRP is a

material unlisted subsidiary Company of RSD Finance Limited as per SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015. It is engaged in the business of the hospitality industry. It is carrying business in the brand name of “The Alcor Hotel” in Jamshedpur, Jharkhand.

Net revenue of SRP Oil increased to Rs. 1,392.19 lakhs in the Financial Year 2021-2022 compared to Rs. 835.59 lakhs in the previous year. The net profit before tax increased to Rs. 199.64 lakhs during the FY 2021-2022 compared to Rs. 0.66 lakhs earned in the previous year.

### ii) PRECISION AUTOMOTIVE PRIVATE LIMITED (PAPL)

Precision Automotive Private Limited continues to be a wholly owned material subsidiary Company of RSD Finance Limited. During the financial year 2021-22, the Company earned income from investment activities and generation and transmission of solar energy.

The revenue from operations of PAPL was Rs. 1262.66 lakhs in the Financial Year 2021-22 compared to Rs. 455.96 lakhs earned in the previous year. The net profit before tax during the period was Rs. 1109.10 lakhs as compared to a profit of Rs. 321.50 lakhs earned in the previous year.

### iii) SIGMA HTS LLP

SIGMA HTS is a Limited Liability Partnership whose majority stake is held by Precision Automotive Private Limited, the wholly owned subsidiary of your Company. Sigma HTS LLP deals in providing heat treatment solutions.

During the financial year, the LLP earned total revenue of Rs. 6423.21 lakhs as compared to Rs. 3637.70 lakhs earned in the previous year. Further, it has earned a profit of Rs. 583.47

lakhs as compared to Rs. 289.92 lakhs earned in the previous year.

The Company does not have any associate or a joint venture.

Pursuant to the provisions of Section 129(3) of the Companies Act, 2013 read with Rule 5 of the Companies (Accounts) Rules, 2014, a statement containing the salient features of the financial Statements of the aforesaid subsidiaries has been provided in Form AOC-1, attached as "Annexure – A" and forms a part of this Report.

## 16. CONSOLIDATED FINANCIAL STATEMENTS

In accordance with the requirements in terms of Section 129 of the Companies Act, 2013 read with relevant Accounting Standards issued by the Institute of Chartered Accountants of India and Regulation 34 of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 (hereinafter referred to as 'Listing Regulations') the Company has prepared Consolidated Financial Statements in accordance with Ind AS 110 - "Consolidated Financial Statements" and Ind AS 27 - "Separate Financial Statements." The Consolidated Financial Statements forms part of this Report.

## 17. LISTING

The Equity Shares of the Company continue to be listed on the Bombay Stock Exchange (BSE) and the Calcutta Stock Exchange Limited (CSE). The scrip code number of the Equity Shares of the Company on BSE is 539875 and on CSE is 28123 respectively.

The Annual Listing Fee for the Financial Year 2020-21 and 2021-22 has been duly paid to both the Stock Exchanges.

## 18. DIRECTORS

As on March 31, 2022, the Board of Directors of your company consists of 6 Directors. Their details are as follows:

Name of the Director	Category
Mr. Rajeev Singh Dugal	Managing Director
Ms. Upneet Dugal	Executive Director
Mrs. Kawaljeet Kaur Dugal	Non- Executive Non – Independent Director
Mr. Sushil Kumar Khowala	Independent Director
Mr. Harsh Kumar Pandey	Independent Director
Mr. Sukant Bari	Independent Director

The profile of all the Directors can be accessed on the Company's website at [www.rsdfinancelimited.com/companyprofile](http://www.rsdfinancelimited.com/companyprofile).

None of the Directors of the Company have incurred any disqualification under Section 164(2) of the Act read with Rule 14(1) of the Companies (Appointment and Qualification of Directors) Rules, 2014. All the Directors have confirmed that they are not debarred from accessing the capital market as well as from holding the office of Director pursuant to any order of Securities and Exchange Board of India or Ministry of Corporate Affairs or any other such authority.

The Board was duly constituted in compliance with the requirements of the Companies Act, 2013, the Listing Regulations and provisions of the Articles of Association of the Company. In the view of the Board, all the directors possess the requisite skills, expertise, integrity, competence, as well as experience considered to be vital for business growth. The detailed analysis of various skills, qualifications and attributes as required and available with the

Board has been presented in the Corporate Governance Report.

There were no changes in the Board of Directors of the Company during the year.

### **Retirement by rotation**

#### **Ms. Upneet Dugal**

In accordance with the provisions of Section 152 of the Companies Act, 2013, Regulation 36 of the Listing Regulations and the Company's Articles of Association, Ms. Upneet Dugal (Din – 07680726), retires by rotation at the ensuing Annual General Meeting and being eligible, offers herself for reappointment.

The brief resume/details relating to Director who is to be reappointed is furnished in the Notice of the ensuing AGM.

The Board of Directors on the recommendation of the Nomination and Remuneration Committee and based on report of performance evaluation recommends her re-appointment for the consideration of the Members of the Company at the ensuing Annual General Meeting.

### **Code of Conduct for Directors and Employees**

The Company has adopted a Code of Conduct for its Directors and employees including a code of conduct for Independent Directors which suitably incorporates the duties of Independent Directors as laid down in the Companies Act, 2013. The said Codes can be accessed on the Company's website at [www.rsdfinancelimited.com](http://www.rsdfinancelimited.com).

In terms of the Listing Regulations, all Directors and Senior Management Personnel have affirmed compliance with their respective codes. The Managing Director has also confirmed and certified the same, which is

provided at the end of the Report on Corporate Governance.

## **19. MEETINGS OF THE BOARD**

During the year five meetings of the Board were held during the year under review. For details of meetings of the Board, please refer to the Corporate Governance Report, which is a part of this report. The intervening gap between the meetings was within the period prescribed under the Companies Act, 2013.

## **20. KEY MANAGERIAL PERSONNEL**

In terms of Section 203 of the Companies Act, 2013, the following are the Key Managerial Personnel (KMP) of the Company as on 31 March 2022:

1. Mr. Rajeev Singh Dugal - Managing Director
2. Mr. Ravi Joshi – Chief Financial Officer
3. Ms. Puja Choudhary - Company Secretary and Compliance Officer

Mr. Rechan Chabbra, Chief Financial Officer of the Company resigned w.e.f September 30, 2021. Mr. Ravi Joshi has been appointed as the Chief Financial Officer and the KMP of the Company w.e.f March 26, 2022.

## **21. INDEPENDENT DIRECTORS**

The Company has received declarations from all the Independent Directors pursuant to the provisions of sub-section (7) of Section 149 of the Companies Act, 2013, confirming that they fulfill the criteria of Independence as specified in Section 149(6) of the Companies Act, 2013 and Regulation 16(1)(b) and 25(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

None of the independent directors are aware of any circumstance or situation, which exist or

may be reasonably anticipated, that could impair or impact their ability to discharge their duties with an objective independent judgment and without any external influence. In terms of Section 150 read with Rule 6 of the Companies (Appointment and Qualification of Directors) Rules, 2014, Independent Directors of the Company have undertaken requisite steps towards the inclusion of their names in the data bank of Independent Directors maintained with the Indian Institute of Corporate Affairs.

The board of directors have taken on record the declaration and confirmation submitted by the Independent Directors after undertaking due assessment of the same and in their opinion the Independent Directors fulfill the conditions specified in the Act and Listing Regulations and are independent of the management.

The Independent Directors have complied with the Code for Independent Directors prescribed in Schedule IV to the Act along with the Code of Conduct for Directors and Senior Management Personnel formulated by the Company as per Listing Regulations.

The Board confirms that the said Independent Directors meet the criteria as laid down under the Companies Act, 2013 as well as the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and have the requisite integrity, experience and relevant experience in their respective fields including the proficiency required to effectively discharge their roles and responsibilities in directing and guiding the affairs of the Company.

## 22. FAMILIARISATION PROGRAMME

In order to encourage active participation from the Independent Directors and also to enable them to understand the business environment of the Company in depth and to assist them in performing their role as Independent Directors of the Company, Familiarization Programmes

for the Independent Directors have been adopted.

Once appointed, the Independent Directors undergo the Familiarization Programme of the Company wherein the necessary information and relevant documents in respect to the industry, the regulatory environment in which the Company operates and the Annual Reports of past financial years are provided to them. The Managing Director of the Company also has a one to one discussion with the newly appointed Director to familiarize him with the Company's culture.

Pursuant to Regulation 46 of the Listing Regulations, the details of the Familiarization program of the Independent Directors are available on the website of the Company at [www.rsdfinancelimited.com/investorrelations/codes&policies](http://www.rsdfinancelimited.com/investorrelations/codes&policies) (Path)

## 23. SEPARATE MEETING OF INDEPENDENT DIRECTORS

Separate meeting of Independent Directors of the Company without the presence of the Executive Directors and the Management representatives was held on March 26, 2022, as required under Schedule IV to the Act (Code for Independent Directors) and Regulation 25 (3) of the SEBI LODR. At the said meeting, the Independent Directors inter alia, reviewed and discussed:

- performance of Non-Independent Directors and the Board of Directors as a whole.
- performance of the Chairman of the Company.
- assessed the quality, quantity and timeliness of flow of information between the Company management and the Board that is necessary for the Board to effectively and reasonably perform their duties.

All the Independent Directors of the Company attended the Meetings of Independent Directors. The Independent Directors expressed their satisfaction to the desired level on the governance of the Board.

## 24. BOARD AND ITS COMMITTEES

The Board met five times during the financial year. The intervening gap between the meetings was within the period prescribed under the Companies Act, 2013 and the SEBI Regulation, 2015. The details of the meetings of the Board, attendance of Directors, etc. is given separately in the Report of Corporate Governance which forms part of the report.

### Board Committees

The following are the Board Committees during the Financial Year 2021-22:

1. Audit Committee;
2. Nominations & Remuneration Committee;
3. Stakeholders' Relationship Committee;
4. Corporate Social Responsibility Committee;
5. Risk Management Committee and

All recommendations made by the committees were approved by the Board. The composition of each of the above Committees, their respective roles, attendance and responsibilities are provided in detail in the Corporate Governance Report

## 25. DIRECTORS RESPONSIBILITY STATEMENT

In terms of Section 134(5) of the Companies Act, 2013, in relation to the audited financial statements of the Company for the year ended March 31, 2022, the Board of Directors hereby confirms that:

- (a) in the preparation of Annual Accounts for the financial year ended March 31, 2022, the applicable Ind AS have been followed

and there are no material departures from the same;

- (b) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at 31st March, 2022 and of the profit and loss of the Company for the year ended on that day;
- (c) the directors had 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;
- (d) the Annual Accounts for the year ended 31st March, 2022 have been prepared on a "going concern" basis;
- (e) the directors had laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively; and
- (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.

Further, there are no qualifications, reservations or adverse remarks made by the Statutory Auditors/ Secretarial Auditors in their respective reports.

## 26. BOARD EVALUATION

Pursuant to the provisions of Section 178 of the Companies Act, 2013 and Regulation

17(10) read with Part D of Schedule II of the SEBI (Listing Obligations and Disclosures Requirement) Regulations, 2015, the Nomination and Remuneration Committee and the Board of Directors have formulated a policy for performance evaluation of its own performance, of various mandatory Committees of the Board and of the individual Directors.

In terms of the provisions of Regulation 19(4) read with Part D of Schedule II of the SEBI Listing Regulations, 2015 and Section 178 of the Companies Act, 2013, the performance evaluation process of all the Independent and Non-Independent Directors of the Company was carried out by the Nomination and Remuneration Committee.

Further, in terms of Regulations 17(10) of the SEBI Listing Regulations, 2015 and Schedule IV of the Companies Act, 2013, the Board of Directors carried out the performance evaluation of the Independent Directors (excluding the Director being evaluated), its own performance and that of its Committees.

The Board evaluated the effectiveness of its functioning and that of the Committees and of individual directors by seeking their inputs on various aspects of Board/Committee Governance through structured questionnaire. The entire performance evaluation process was completed to the satisfaction of Board.

Further, SEBI vide its circular (Ref. no. SEBI/HO/CFD/CMD/CIR/P/2017/004) dated January 5, 2017 issued a guidance note on Board Evaluation for listed companies. In view of the same, the Independent Directors in their separate meeting held on March 26, 2022 under Regulation 25(4) of the SEBI Listing Regulations, 2015 and Schedule IV of the Companies Act, 2013 had:

- (i) reviewed the performance of Non-Independent Directors and the Board as

a whole;

- (ii) reviewed the performance of the Chairperson of the Company, taking into account the views of executive and non-executive Directors; and
- (iii) assessed the quality, quantity and timelines of flow of information between the Company management and the Board that was necessary for the Board to effectively and reasonably perform their duties.

The Board of Directors has expressed its satisfaction on the functioning and performance of Board and Committees and the performance of individual directors. It emerged that the Board had a good mix of competency, experience, qualifications and diversity. Each Board member contributed to the collective wisdom of the Board, keeping in mind his/her own background and experience. There was active participation and adequate time was given for discussing strategy. Overall, the Board was functioning very well in a cohesive and interactive manner. The Directors even expressed their satisfaction with the evaluation process.

## **27. INTERNAL FINANCIAL CONTROLS**

The Internal Financial Controls with reference to financial statements of the Company, as designed and implemented by the Company, are adequate. During the year under review, no material or serious observation has been received from the Statutory Auditors and the Internal Auditors of the Company on the inefficiency or inadequacy of such controls.

The internal audit is entrusted to M/s. Heerwal & Associates, a firm of Chartered Accountants. The Internal Auditor monitors and evaluates the efficacy and adequacy of internal control systems in the Company, its compliance with the operating systems, accounting procedures



and policies of the Company and its subsidiaries. It also imparts guidance and constructive suggestions for improvement of the audit function in the Company.

The Audit Committee of the Board of Directors, comprising of independent directors regularly reviews the audit plans, significant audit findings, adequacy of internal controls, compliance with accounting standards as well as reasons for changes in accounting policies and practices, if any.

Necessary certification by the Statutory Auditors in relation to Internal Financial Control u/s 143(3)(i) of the Act forms part of the Audit Report.

## **28. INTERNAL CONTROL SYSTEMS**

Adequate internal control systems commensurate with the nature of the Company's business and size and complexity of its operations are in place and have been operating satisfactorily. Internal control systems comprising of policies and procedures are designed to ensure reliability of financial reporting, timely feedback on achievement of goals, compliance with policies, procedure, applicable laws and regulations and that all assets and resources are acquired economically, used efficiently and adequately protected.

Your Directors confirm that during the year under review, there were no reportable material weaknesses in the present systems or operations of internal controls.

## **29. CONSERVATION OF ENERGY, TECHNOLOGICAL ABSORPTION AND FOREIGN EXCHANGE EARNING & OUTGO**

The Company is a non-banking financial Company and is also involved in job work

activities. The Company's activity involves very low energy consumption and has no particulars to report regarding conservation of energy and technology absorption.

However, efforts are made to further reduce energy consumption. The Company did not have any foreign exchange earnings and expenditures during the year.

## **30. RELATED PARTY TRANSACTION**

All Related Party Transactions entered into by your Company during the financial year were on arm's length basis and were in the ordinary course of business and in compliance with the provisions of the Companies Act, 2013, the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 and Indian Accounting Standards on "Related Party Disclosure (Ind AS-24)."

There were no materially significant transactions made by the company with promoters, directors, key managerial personnel or other designated persons which may have a potential conflict with the interest of the company at large. There were no contracts or arrangements entered into with related parties during the year to be disclosed under sections 188(1) and 134(h) of the Act in form AOC-2. All transactions with related parties were placed before the audit committee for prior approval at the beginning of the financial year. The transactions entered into pursuant to the approval so granted were placed before the audit committee for its review on a quarterly basis. None of the directors has any pecuniary relationship or transaction vis-à-vis the company

Form AOC-2 forms part of the report as "Annexure - B".

The details of the related party transactions as per Indian Accounting Standards (IND AS) - 24 are set out in Note 28 to the Standalone

Financial Statement of the Company. The Company in terms of Regulation 23 of the Listing Regulations submits within 15 days from the date of publication of its standalone and consolidated financial results for the half year, disclosures of related party transactions on a consolidated basis, in the specified format to the stock exchanges. The said disclosures can be accessed on the website of the Company at

<https://www.rsdfinancelimited.com/investorrelations/stock-exchange-disclosures>. (path)

The Board has approved and adopted the Policy on Related Party Transactions and the same is uploaded on the Company's website - [www.rsdfinancelimited.com/InvestorRelations/Codes/Policies](http://www.rsdfinancelimited.com/InvestorRelations/Codes/Policies) (path)

None of the Directors has any pecuniary relationships or transactions vis-à-vis the Company save and except the payment of sitting fees to Independent Directors and the remuneration given to executive directors.

### 31. RISK MANAGEMENT

Pursuant to Section 134 of the Companies Act, 2013 and Regulation 17 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company has adopted a risk management policy. The policy provides for identification, assessment and control of risks that in the opinion of the Board may threaten the existence of the Company. The above policy is being reviewed/re-visited at such other intervals as deemed necessary for modifications and revisions, if any.

### 32. DISCLOSURES OF TRANSACTIONS OF THE LISTED ENTITY WITH ANY PERSON OR ENTITY BELONGING TO THE PROMOTER/PROMOTER GROUP WHICH HOLD(S) 10% OR MORE SHAREHOLDING IN THE LISTED ENTITY, IN THE FORMAT

### PREScribed IN THE RELEVANT ACCOUNTING STANDARDS FOR ANNUAL RESULTS.

Rajeev Singh Dugal and K U Benefit Trust hold 10% or more shares in the Company. The details of transactions with promoter/promoter group holding 10% or more shares have been disclosed in the financial statement which is part of the Annual Report.

### 33. CORPORATE SOCIAL RESPONSIBILITY (CSR)

As per the provisions of Section 135 of the Companies Act, 2013, a Corporate Social Responsibility (CSR) Committee has been constituted by the Board of Directors.

The Corporate Social Responsibility Committee (CSR Committee) has formulated and recommended to the Board, a Corporate Social Responsibility Policy (CSR Policy) indicating the activities to be undertaken by the Company, which has been approved by the Board.

The CSR Policy may be accessed on the Company's website at the [www.rsdfinance.com](http://www.rsdfinance.com)

CSR provisions were not applicable on the Company as it did not meet any of the applicability criteria mentioned in Sec 135 of the Companies Act, 2013 during the immediately preceding Financial Year 2020-21. However, the Company has spent an amount of Rs. 7,50,000/- during the financial year which it proposes to carry forward for immediately succeeding three (3) financial years, in compliance to Rule 7(3) of the Companies (CSR Policy) Rules, 2014.

The report on the CSR activities as required under the Companies (Corporate Social Responsibility Policy) Rules, 2014 is attached as "Annexure - C" and forms an integral part of

the report.

### **34. VIGIL MECHANISM/WHISTLE BLOWER POLICY**

The Company has in place a Vigil Mechanism/Whistle Blower Policy which is approved and adopted by the Board of Directors of the Company.

The Policy provides a framework to promote responsible and secured reporting of unethical behavior, actual or suspected fraud, violation of applicable laws and regulations, financial irregularities, abuse of authority, etc. by Directors, employees and the management. The Vigil Mechanism/ Whistle Blower Policy is available on the website of the Company at [www.rsdfinancelimited.com](http://www.rsdfinancelimited.com).

The Company endeavors to provide complete protection to the Whistle Blowers against any unfair practices. It is affirmed that no personnel of the Company has been denied access to the Audit Committee and no case was reported under this policy during the year.

### **35. COMPANY'S POLICY ON APPOINTMENT AND REMUNERATION OF DIRECTORS, KEY MANAGERIAL PERSONNEL AND SENIOR MANAGEMENT PERSONNEL**

The Board has, on recommendation of the Nomination and Remuneration Committee, formulated a policy for selection and appointment of Directors, senior management and their remuneration in accordance with the Act and the Listing Regulations.

The Nomination & Remuneration Policy of the Company aims to attract, retain and motivate qualified personnel of the Company and seeks to employ people who not only fulfill the eligibility criteria but also have the attributes

needed to fit into the corporate culture of the Company.

The Company pays remuneration to Independent Directors by way of sitting fees and Executive and Non-Independent Directors of your Company do not accept any sitting fees. Remuneration to Directors is paid within the limits as approved by the Members of the Company, from time to time. There have been no changes in the said policy during the financial year. The policy is available on the Company's website at [www.rsdfinancelimited.com/investor-relations/codes/policies](http://www.rsdfinancelimited.com/investor-relations/codes/policies) (path) and is also annexed and forms part of the report as "Annexure – D"

Further, information about elements of remuneration package of individual directors is provided in the extract of Annual Return as provided under Section 92(3) of the Companies Act, 2013 and forms part of this Report.

### **36. AUDITORS AND THEIR REPORTS**

The matters related to Auditors and their Reports are as under:

#### **Statutory Auditors & their Reports**

The Shareholders of the Company at the 54th Annual General Meeting of the Company held on September 08, 2017, approved the appointment of M/s. Prasad Kumar & Co., Chartered Accountants, Jamshedpur, bearing Registration No. 008816C, as the Statutory Auditors of the Company to hold office for a period of five years commencing from the conclusion of the 54th AGM until the conclusion of the 59th AGM of the Company to be held in the year 2022.

As per the provisions of the Act an audit firm acting as the statutory auditor of a company is eligible to be appointed as statutory auditors for two terms of five years each. In view of the

above, the first term of M/s. Prasad Kumar & Co. as Statutory Auditors expires at the conclusion of the 59th AGM of the Company.

Considering the performance of M/s. Prasad Kumar & Co. as statutory auditors of the Company during their present tenure, the Board of Directors, considering the recommendation of the Audit Committee, proposes to re-appoint M/s. Prasad Kumar & Co. for another term of five years commencing from the conclusion of the 59th AGM till the conclusion of the 64th AGM of the Company to be held in the year 2027, at a remuneration as may be mutually decided between the Board of Directors and M/s. Prasad Kumar & Co., from time to time.

Therefore, approval for re-appointment of Statutory Auditors is being sought from the Members of the Company at the ensuing AGM.

The Company has received the written consent(s) and certificate(s) of eligibility in accordance with Sections 139, 141 and other applicable provisions of the Act and Rules issued thereunder, from M/s Prasad Kumar & Co for their appointment in forthcoming AGM.

Accordingly requisite resolution forms part of the Notice convening the AGM. The report of the Statutory Auditor forms part of the Annual Report 2021-22. The said report does not contain any qualification, reservation, adverse remark or disclaimer. During the year under review, the Auditors did not report any matter under Section 143(12) of the Act, therefore no detail is required to be disclosed under Section 134(3)(ca) of the Act.

### **Secretarial Auditor & their Reports**

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 of Directors of the Company has appointed Mr. Sital Prasad

Swain, Company Secretary in practice (Membership No. F6338 & CP No. 6814) to conduct the Secretarial Audit for the FY 2021-22.

The Secretarial Audit Report confirms that the Company has complied with the provisions of the Companies Act, 2013, Rules, Listing Regulations and Guidelines and that there were no deviations or non-compliances. The Secretarial Audit Report certified by the Secretarial Auditors, in the specified form MR-3 is annexed herewith and forms part of this report.

Further, in compliance of Regulation 24A of the Listing Regulations, Company's unlisted material subsidiaries also undergo Secretarial Audit and the Secretarial Audit Reports of the Company and its unlisted material subsidiaries thereto in the prescribed Form No. MR-3 is attached as Annexure – E, E(I) and E(II) forming part of this Report. The same are also available on the website of the Company.

The Secretarial Audit Report of your Company and its unlisted material subsidiaries does not contain any qualification, reservation, adverse remark or disclaimer.

Furthermore, the Secretarial Auditor, Mr. Sital Prasad Swain, Practicing Company Secretaries, has also certified the compliance as per Regulation 24A of the SEBI (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2018 and same has been intimated to the stock exchanges within the stipulated time and there stood no qualification reported by the Secretarial Auditor.

Mr. Sital Prasad Swain has certified that none of the directors on the Board of the Company have been debarred or disqualified from being appointed or continuing as director of Companies by the Board/Ministry of Corporate Affairs or any such statutory authority. The said

certificate is appended to the Board's Report and should also form a part of the Corporate Governance Report of the Board as required under the SEBI Listing Regulations.

Further, the Board of Directors of the Company has re-appointed Mr. Sital Prasad Swain to undertake the Secretarial Audit of the Company for the financial year 2022-23. The Company has received a written consent from him that the appointment is in accordance with the applicable provisions of the Act and rules framed thereunder.

### **Cost Auditors**

Maintenance of cost records and requirement of cost audit as prescribed under the provisions of Section 148(1) of the Companies Act, 2013 are not applicable in respect of the business activities carried out by the Company.

## **37. PARTICULARS OF EMPLOYEES**

Disclosures pertaining to remuneration and other details as required under Section 197(12) of the Act read with Rule 5(1) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is annexed to this Board's Report and are marked as 'Annexure – F'.

In accordance with section 136 of the Act, the report and accounts are being sent to the members and others entitled thereto. The statement prescribed under rule 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is available for inspection. If any member is interested in obtaining a copy, such member may send an e-mail to the company secretary in this regard.

## **38. PARTICULARS OF LOANS, INVESTMENTS AND GUARANTEES**

Details of loans, guarantees and investments covered under Section 186 of the Act are provided in Note 5 and 6 forming part of Financial Statements.

## **39. PREVENTION OF INSIDER TRADING**

The Company has adopted a Code of Conduct for Prevention of Insider Trading for its Designated Persons in compliance with the SEBI (Prohibition of Insider Trading) Regulations, 2015. The Code lays down Guidelines which advise the insiders on procedures to be followed and disclosures to be made, while dealing with the shares of the Company, and cautioning them of the consequences of violations. The Code requires pre-clearance for dealing in the Company's shares and prohibits the purchase or sale of Company shares by the Directors and the designated employees while in possession of unpublished price sensitive information in relation to the Company and during the period when the Trading Window is closed.

The Company has also adopted 'Code of Practice and Procedures for Fair Disclosure of Unpublished Price Sensitive Information' in accordance with the SEBI (Prohibition of Insider Trading) Regulations, 2015. This Code aims to set forth a framework and policy for fair disclosure of events and occurrences that could resolutely impact price of the Company's securities. The Company endeavors to preserve the confidentiality of un-published price sensitive information and to prevent misuse of such information.

The code of conduct for Prevention of Insider Trading is posted on the website of the Company and can be accessed at: [www.rsdfinancelimited.com](http://www.rsdfinancelimited.com)

All the Board of Directors and designated employees have confirmed compliance with the Code.

#### 40. NUMBER OF BOARD MEETINGS

During the year under review, five Board Meetings were convened and held on June 28, 2021, August 14, 2021, November 13, 2021, February 14, 2022 & March 25, 2022, the details of which are given in the Corporate Governance Report which is forming part of this Annual Report.

#### 41. EXTRACT OF ANNUAL RETURN (MGT – 9)

The extract of the annual return in Form MGT - 9 as required under the provisions of Section 92(3) and 134(3) of the Companies Act, 2013 read with Rule 12 of the Companies (Management and Administration) Rules, 2014 is set out in the 'Annexure - G' to this report.

The annual return of the company is also available on the company's website at [www.rsdfinancelimited.com](http://www.rsdfinancelimited.com) and is available at the [www.rsdfinancelimited.com/investorrelations/annualreturn](http://www.rsdfinancelimited.com/investorrelations/annualreturn) link

#### 42. MANAGEMENT DISCUSSION AND ANALYSIS

The Management Discussion and Analysis Report on the operations of the Company, as stipulated under Chapter IV of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 is provided in a separate section and forms an integral part of this Report.

#### 43. CORPORATE GOVERNANCE

The Company believes that establishing good corporate governance practices in each and every function of the organization leads to

increased operational efficiencies and sustained long term value creation for all stakeholders. In terms of Regulation 34(3) read with Schedule V of the Listing Regulations, the following forms part of this Report:

- (i) Report on the Corporate Governance;
- (ii) Declaration regarding compliance to Code of Conduct by Board Members and Senior Management Personnel;
- (iii) A certificate from a Practicing Company Secretary 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;
- (iv) the Certificate duly signed by the Managing Director and Chief Financial Officer on the Financial Statements of the Company for the year ended March 31, 2022 as submitted to the Board of Directors at their meeting held on May 30, 2022; and
- (v) Auditors' Certificate regarding compliance of conditions of Corporate Governance

#### 44. SECRETARIAL STANDARDS

During the Financial Year 2021-22, the Company has complied with all the relevant provisions of Secretarial Standards issued by the Institute of Company Secretaries of India on Board Meetings and General Meetings (SS1 and SS2).

#### 45. RBI REGULATIONS

The Company has complied with the applicable regulations of RBI.

#### 46. RBI GUIDELINES

The Company continues to comply with all the applicable regulations prescribed by the Reserve Bank of India ("RBI"), from time to time.

#### 47. SIGNIFICANT & MATERIAL ORDERS PASSED BY THE REGULATORS

There were no significant and material orders passed by the regulators or courts or tribunals that would impact the going concern status of the Company and its future operations.

#### 48. INSTANCES OF FRAUD, IF ANY REPORTED BY THE AUDITORS

During the year under review, neither the statutory auditors nor the secretarial auditor has reported to the Audit Committee under Section 143 (12) of Companies Act, 2013, any instances of fraud committed against the Company by its officers or employees, the details of which needs to be mentioned in the Board's Report.

#### 49. APPLICATION/PROCEEDING PENDING UNDER IBC:

None of the application has been made or any proceeding is pending under the Insolvency and Bankruptcy Code, 2016 (31 of 2016) during the year

#### 50. HUMAN RESOURCES

Your Company continues to put due emphasis on appropriate human resource development for its business. The employees of the Company and the group fully identify with the Company's and the groups vision and business goals.

#### 51. POLICY ON PREVENTION OF SEXUAL HARASSMENT OF WOMEN AT THE WORKPLACE

The Company has zero tolerance for sexual harassment at workplace. We have adopted a Policy on Prevention, Prohibition and Redressal of Sexual Harassment at the Workplace and constituted the Internal Complaints Committee in line with the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the Rules there under. The Policy aims to provide protection to employees at the workplace and prevent and redress complaints of sexual harassment and for matters connected or incidental thereto, with the objective of providing a safe working environment, where employees feel secure.

The Company has not received any complaint under the said policy. Web link for the policy in the website is [www.rsdfinancelimited.com/codes-policies](http://www.rsdfinancelimited.com/codes-policies).

#### 52. GENERAL

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

- a) Issue of equity shares with differential rights as to dividend, voting or otherwise.
- b) Issue of shares (including sweat equity shares and ESOP) to the employees of the Company under any scheme.
- c) The Company does not have any scheme of provision of money for the purchase of its own shares by employees or by trustees for the benefit of employees.
- d) Business Responsibility Report is not applicable on the Company.

- e) Formation of Dividend Distribution Policy is not applicable on the Company.
- f) Your Company has not raised funds through preferential allotment or qualified institutions placement as per Regulation 32(7A) of the Listing Regulations.
- g) The requirement to disclose the details of difference between amount of the valuation done at the time of onetime settlement and the valuation done while taking loan from the Banks or Financial Institutions along with the reasons thereof, is not applicable

### 53. APPRECIATION

Your Directors would like to acknowledge the role of all its stakeholders' viz., shareholders, bankers, lenders, borrowers and all others for their continued support to your Company and

the confidence and faith that they have always reposed in your Company.

Your Directors acknowledge and appreciate the guidance and support extended by all the Regulatory authorities including Securities Exchange Board of India (SEBI), Reserve Bank of India (RBI), Ministry of Corporate Affairs (MCA), Registrar of Companies, Kolkata (ROC), the Stock Exchanges and the NSDL and CDSL.

We value the professionalism of all the employees who have proved themselves in a challenging environment and whose efforts have stood the Company in good stead and taken it to present level.

**For and on behalf of the Board**

Sd/-

Sd/-

**Rajeev Singh Dugal**  
**Managing Director**  
**DIN: 00052037**

**Upneet Dugal**  
**Director**  
**DIN:07680726**

**Place: Jamshedpur**

**Date: August 14, 2022**



## Annexure - A

**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**

**PART "A" - SUBSIDIARIES**

(Amount in Rs.)

Sl. No.	Particulars	1	2	3
1.	Name of the Subsidiary	S R P Oil Pvt. Ltd	Precision Automotive Pvt. Ltd	Sigma HTS LLP*
2.	Date since when the subsidiary was acquired	September 30, 2015	November 15, 2013	March 15, 2016
3.	Reporting period for the subsidiary concerned, if different from the holding Company's reporting period	April – March	April - March	April – March
4.	Reporting currency and exchange rate as on the last date of the relevant Financial Year in the case of foreign subsidiaries	Indian Rupees	Indian Rupees	Indian Rupees
5.	Share capital	4,91,70,000 (49,17,000 Equity Shares of Rs. 10 each)	6,81,00,000 (1000 Equity Share of Rs. 100 each and 68,00,000 Pref. Share of Rs. 10 each)	The total contribution of the partners is Rs. 12,00,00,000 (12 crores).
6.	Reserves & Surplus	41,12,22,024	89,86,41,627	3,73,02,352
7.	Total Assets	51,18,22,478	1,11,11,99,136	58,81,50,332
8.	Total Liabilities	51,18,22,478	1,11,11,99,136	58,81,50,332
9.	Investments	32,04,76,144	1,04,59,48,366	2,92,51,732
10.	Turnover	13,92,19,294	12,62,66,207	64,23,21,318
11.	Profit before taxation	1,99,63,678	11,09,10,368	5,83,46,694
12.	Provision for Taxation (Tax Expenses)	54,18,022	2,49,71,957	2,05,69,839
13.	Profit after taxation	1,45,45,656	8,59,38,411	3,77,76,855
14.	Proposed Dividend (Inclusive of DDT)	NIL	NIL	NA
15.	% of shareholding	52.55% Equity	100% Equity	65% Capital

- Names of subsidiaries which are yet to commence operations - **NIL**.
- Names of subsidiaries which have been liquidated or sold during the year - **NIL**
- No Company has become a Joint venture or associate during the financial year 2021-22, hence Part – B of form AOC- 1 is not reported.

\* Sigma HTS is a Limited Liability Partnership, 65% stake is owned by Precision Automotive Pvt. Ltd, Wholly owned subsidiary of the Company.

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

**Place: Jamshedpur**  
**Date: August 14, 2022**

Sd/-  
**Rajeev Singh Dugal**  
**Managing Director**  
**DIN – 00052037**

Sd/-  
**Upneet Dugal**  
**Director**  
**DIN – 07680726**

## 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)*

### PARTICULARS OF CONTRACTS/ARRANGEMENTS ENTERED INTO BY THE COMPANY WITH RELATED PARTIES

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

All transactions entered into by the Company during the year with related parties were on an arm's length basis.

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

Name of the related party and nature of relationship

Nature of contracts/ arrangements/ transactions

Duration of the contract/ arrangements/ transactions

Salient terms of the contracts or agreements or transactions including the value, if any

Date(s) of approval by the Board, if any

Amount paid as advances, if any

As provided in  
Note 28- to  
the financial  
statements

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

Sd/-	Sd/-
<b>Rajeev Singh Dugal</b>	<b>Upneet Dugal</b>
Managing Director	Director
DIN – 00052037	DIN - 07680726

**Place: Jamshedpur**

**Date: August 14, 2022**

## Annexure - C

# REPORT ON CORPORATE SOCIAL RESPONSIBILITY

## 1. A Brief outline of the Company's CSR policy

The Company intends to make a positive difference to the society and to contribute its share towards the social cause of betterment of the society through Social, Economic and Environmental Development of the community in which it operates and thereby creating value for the nation.

In this regard, the Company has made the policy which encompasses the Company's philosophy for delineating its responsibility as a Corporate Citizen and lays down the guidelines and mechanism for undertaking socially useful programs for welfare & sustainable development of the community at large which is based as per the Companies Act, 2013 and Companies (Corporate Social Responsibility Policy) Rules, 2014 made there under.

### Activities under CSR:

The Company will carry out CSR activities as specified in Schedule VII to the Companies Act, 2013, including any amendments to it but will not be limited to the following:

- a) Eradicating hunger, poverty and malnutrition;
- b) Promoting Health care including Preventive Health care;
- c) Promotion of education especially among children, women, elderly and the differently abled;
- d) Employment and livelihood enhancing Vocational skills and projects;
- e) Ensuring environmental sustainability and ecological balance;
- f) Promoting gender equality and empowering women;
- g) Rural development project;
- h) Undertaking and supporting rehabilitation measures post disaster;
- i) Setting public libraries;
- j) Such other activities as the Board may consider being appropriate.

## 2. The composition of the CSR Committee

The Chairperson and Members of the Committee are as follows:

Sl. No.	Name of Director	Designation/ Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year

1	Mr. Rajeev Singh Dugal	Chairperson	2	2
2	Mr. Sushil Kumar Khowala	Member	2	1
3	Ms. Upneet Dugal	Member	2	1
4	Mrs. Kawaljeet Kaur Dugal	Member	1	1

- Mrs. Kawaljeet Kaur Dugal was added as a member of the Committee w.e.f. November 13, 2021.

**3. Provide the web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company - [www.rsdfinancelimited.com](http://www.rsdfinancelimited.com)**

**4. Provide the details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social Responsibility Policy) Rules, 2014, if applicable (attach the report) -** There are no projects undertaken or completed for which the impact assessment report is applicable in FY 2021-22.

**5. Details of the amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social Responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any**

Sl. No.	Financial Year	Amount available for set-off from preceding financial years (in Rs)	Amount required to be set-off for the financial year, if any (in Rs)
---------	----------------	---	--

NIL

**6. Average net profit of the company as per section 135(5) –** The Company did not meet the eligibility criteria as mentioned in Section 135(1) of Companies Act, 2013 during the immediately preceding financial year.

**7. Following details:**

(a)	Two percent of average net profit of the company as per section 135(5)	NIL
(b)	Surplus arising out of the CSR projects or programs or activities of the previous financial years	NIL
(c)	Amount required to be set off for the financial year, if any	NIL
(d)	Total CSR obligation for the financial year (7a+7b- 7c)	NIL

**8. (a) CSR amount spent or unspent for the financial year:**

Total Amount Spent for the Financial Year. (in Rs.)	Amount Unspent (in Rs.)				
	Total Amount transferred to Unspent CSR Account as per section 135(6).	Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5).			
	Amount.	Date of transfer.	Name of the Fund	Amount.	Date of transfer.
7.50 lakhs	Nil	NA	Nil	NA	NA

**(b) Details of CSR amount spent against ongoing projects for the financial year - NIL**

**(c) Details of CSR amount spent against other than ongoing projects for the financial year:**

(1)	(2)	(3)	(4)	(5)		(6)	(7)	(8)	
Sl. No.	Name of the Project	Item from the list of activities in schedule VII to the Act.	Local area (Yes/ No).	Location of the project.		Amount spent for the project (Rs. In Lakhs)	Mode of implementation - Direct (Yes/No).	Mode of implementation - Through implementing agency.	
				State.	District.			Name.	CSR Registration number.
1.	Making available safe drinking water	Point (i) of schedule VII to the Act - making available safe drinking water	Yes	Jharkhand	East Singhbhum	1.00	Yes	NA	NA
2.	Distribution of Food	Point (i) of schedule VII to the Act - Eradicating hunger, poverty and malnutrition	Yes	Jharkhand	East Singhbhum	2.00	Yes	NA	NA
3.	Promotion of Education	Point (ii) of schedule VII to the Act - promoting education, including special education and employment enhancing vocation skills especially among children, women, elderly and the differently abled and livelihood enhancement projects.	Yes	Jharkhand	East Singhbhum	2.00	Yes	NA	NA
4	Distribution of Mask & Sanitizer	Point (i) of schedule VII to the Act - promoting health care including preventive health care	Yes	Jharkhand	East Singhbhum	0.50	Yes	NA	NA

5.	Health Care – Financial Support & Ensuring environmental sustainability & ecological balance	Point (i) and (iv) of schedule VII to the Act - promoting health care including preventive health care, ensuring environmental sustainability, ecological balance	No	Uttar Pradesh	Mathura	2.00	Yes	NA	NA
<b>TOTAL</b>						<b>7.50</b>			

**(d) Amount spent in Administrative Overheads - Nil**

**(e) Amount spent on Impact Assessment, if applicable - Nil**

**(f) Total amount spent for the Financial Year (8b+8c+8d+8e) – Rs. 7.50 lakhs**

**(g) Excess amount for set off, if any**

Sl. No.	Particular	Amount (in Rs.)
(i)	Two percent of average net profit of the company as per section 135(5)	0
(ii)	Total amount spent for the Financial Year	7,50,000.00
(iii)	Excess amount spent for the financial year [(ii)-(i)]	7,50,000.00
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	NIL
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	7,50,000.00

**9. (a) Details of Unspent CSR amount for the preceding three financial years:**

Sl. No.	Preceding Financial Year.	Amount transferred to Unspent CSR Account under section 135 (6) (in Rs.)	Amount spent in the reporting Financial Year (in Rs.).	Amount transferred to any fund specified under Schedule VII as per section 135(6), if any.		Amount remaining to be spent in succeeding financial years. (Rs. In lakhs)
				Name of the Fund	Date of transfer.	
1.	2020-21					NIL
2.	2019-20					9.43
3.	2018-19					7.66
<b>TOTAL</b>						<b>17.09</b>

**(b) Details of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s):**

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
Sl. No.	Project Name of the Project.	Financial Year in which the project was commenced.	Project duration.	Total amount allocated for the project (in Rs.).	Amount spent on the project in the reporting Financial Year (in Rs.).	Cumulative amount spent at the end of reporting Financial Year. (in Rs.)	Status of the project - Completed /Ongoing.	
1.								
2.								
3.								
TOTAL								

**10. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year (asset-wise details).**

- a. Date of creation or acquisition of the capital asset(s) – None
- b. Amount of CSR spent for creation or acquisition of capital asset – Nil
- c. Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc. – Not Applicable
- d. Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset) - Not Applicable

**11. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5) – Not Applicable****For and on behalf of the CSR Committee**

Sd/-  
**Upneet Dugal**  
 Director  
 DIN –07680726

Sd/-  
**Rajeev Singh Dugal**  
 Chairman  
 DIN - 00052037

**Date: August 14, 2022****Place: Jamshedpur**

## NOMINATION AND REMUNERATION POLICY

This Nomination and Remuneration Policy is being formulated in compliance with Section 178 of the Companies Act, 2013 read along with the applicable rules thereto and Regulation 19 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. This policy on nomination and remuneration of Directors, Key Managerial Personnel and Senior Management has been formulated by the Nomination and Remuneration Committee (NRC or the Committee) and has been approved by the Board of Directors.

### DEFINITIONS:

**“Remuneration”** means any money or its equivalent given or passed to any person for services rendered by him and includes perquisites as defined under the Income-tax Act, 1961;

**“Key Managerial Personnel”** means:

- i) Managing Director, or Chief Executive Officer or Manager and in their absence, a Whole-time Director;
- ii) Chief Financial Officer;
- iii) Company Secretary; and
- iv) such other officer as may be prescribed.

**“Senior Managerial Personnel”** mean the personnel of the company who are members of

its core management team excluding Board of Directors. Normally, this would comprise all members of management of rank equivalent to General Manager and above, including all functional heads.

### OBJECTIVE:

The objective of the policy is to ensure that :-

- To lay down criteria and terms and conditions with regard to identifying persons who are qualified to become Directors (Executive and Non-Executive) and persons who may be appointed in Senior Management and Key Managerial positions.
- To determine remuneration based on the Company's size and financial position and trends and practices on remuneration prevailing in peer companies.
- the level and composition of remuneration is reasonable and sufficient to attract, retain and motivate directors of the quality required to run the company successfully;
- to retain, motivate, promote talent and to ensure long term sustainability of talented managerial persons and create competitive advantage.
- relationship of remuneration to performance is clear and meets appropriate performance benchmarks; and



- remuneration to directors, key managerial personnel and senior management involves a balance between fixed and incentive pay reflecting short and long-term performance objectives appropriate to the working of the company and its goals.

### **APPOINTMENT AND REMOVAL OF DIRECTOR, KEY MANAGERIAL PERSONNEL AND SENIOR MANAGEMENT**

- The Committee shall identify and ascertain the integrity, qualification, expertise and experience of the person for appointment as Director, KMP or at Senior Management level and recommend his / her appointment, as per Company's Policy.
  - A person should possess adequate qualification, expertise and experience for the position he / she is considered for appointment. The Committee has authority to decide whether qualification, expertise and experience possessed by a person is sufficient / satisfactory for the position.
  - Appointment of Independent Directors is subject compliance of provisions of section 149 of the Companies Act, 2013, read with schedule IV and rules there under.
  - The Company shall not appoint or continue the employment of any person as Whole-time Director who has attained the age of seventy years. Provided that the term of the person holding this position may be extended beyond the age of seventy years with the approval of shareholders by passing a special resolution.
- The Director, KMP and Senior Management Personnel shall retire as per the applicable provisions of the Regulations and the prevailing policy of the Company. The Board will have the discretion to retain the Director, KMP, Senior Management Personnel in the same position / remuneration or otherwise even after attaining the retirement age, for the benefit of the Company.

### **TERM / TENURE**

#### **a) Managing Director/Whole-time Director:**

- The Nomination and Remuneration Committee shall identify a person according to the requirements of the Company for the above position and recommend their appointment to the Board including the terms of appointment and remuneration.
- The Board shall consider the recommendation of the NRC and accordingly approve the appointment and remuneration. The appointment of MD, JMD, WTD shall be subject to the approval of the Shareholders.
- Appointment of other employees will be made in accordance with the Company's HR Policy.

The Company shall appoint or re-appoint any person as its Executive Chairman, Managing Director or Executive Director for a term not exceeding five years at a time. No re-appointment shall be made earlier than one year before the expiry of term.

**b) Independent Director:**

An Independent Director shall hold office for a term up to five consecutive years on the Board of the Company and will be eligible for re-appointment on passing of a special resolution by the Company and disclosure of such appointment in the Board's report.

No Independent Director shall hold office for more than two consecutive terms of upto maximum of 5 years each, but such Independent Director shall be eligible for appointment after expiry of three years of ceasing to become an Independent Director.

Provided that an Independent Director shall not, during the said period of three years, be appointed in or be associated with the Company in any other capacity, either directly or indirectly.

At the time of appointment of Independent Director it should be ensured that number of Boards on which such Independent Director serves is restricted to seven listed companies as an Independent Director and three listed companies as an Independent Director in case such person is serving as a Whole-time Director of a listed company or such other number as may be prescribed under the Act.

**EVALUATION**

The Committee shall carry out evaluation of performance of Director, KMP and Senior Management Personnel yearly or at such intervals as may be considered necessary.

**REMOVAL**

The Committee may recommend with reasons recorded in writing, removal of a Director, KMP or Senior Management Personnel subject to the provisions and compliance of the Companies Act, 2013, rules and regulations and the policy of the Company or by the Board on its own if the person commits a breach of the duties, functions and responsibilities or obligations on any reason prescribed by the law or AOA or the Listing Agreement or for reason of poor performance as measured as a result of performance evaluation.

**POLICY FOR REMUNERATION TO DIRECTORS/ KMP/ SENIOR MANAGEMENT PERSONNEL****1) Remuneration to Managing Director:**

- a) The Managing Director shall be eligible for remuneration as may be approved by the Shareholders of the Company on the recommendation of the Committee and the Board of Directors. The Remuneration/ Commission etc. to be paid to Managing Director shall be governed as per provisions of the Companies Act, 2013 and rules made there under or any other enactment for the time being in force and the approvals obtained from the Members of the Company.
- b) The Nomination and Remuneration Committee shall make such recommendations to the Board of Directors, as it may consider appropriate with regard to remuneration to Managing Director.

## 2) Remuneration to Non- Executive / Independent Directors:

- a) The Non-Executive / Independent Directors may receive sitting fees for attending meeting of the Board and the committee and such other remuneration as permissible under the provisions of Companies Act, 2013. The amount of sitting fees shall be such as may be recommended by the Nomination and Remuneration Committee and approved by the Board of Directors.
- b) The profit-linked Commission shall be paid within the monetary limit approved by the Shareholders of the Company subject to the same not exceeding 1% of the net profits of the Company computed as per the applicable provisions of the Regulations.
- c) An Independent Director shall not be eligible to get Stock Options and also shall not be eligible to participate in any share based payment schemes of the Company. Non-Executive Directors are eligible for Stock Options as approved by the shareholders.
- d) Any remuneration paid to Non- Executive/ Independent Directors for services rendered which are of professional in nature shall not be considered as part of the remuneration for the purposes of clause (b) above if the following conditions are satisfied:
  - i) The Services are rendered by such Director in his capacity as the professional; and

- ii) In the opinion of the Committee, the director possesses the requisite qualification for the practice of that profession.

Any incidental expense incurred by the Directors with relation to the participation in the meetings of the Board and other Sub Committees shall be reimbursed.

## 3) Remuneration to Executive Directors, Key Managerial Personnel and Senior Management:

- a) The remuneration to Key Managerial Personnel and Senior Management shall consist of fixed pay and incentive pay, in compliance with the provisions of the Companies Act, 2013 and in accordance with the Company's Policy.
- b) Remuneration of Executive Directors, Key Managerial Personnel and Senior Management is determined and recommended by the Nomination & Compensation Committee and approved by the Board. Remuneration of Executive Directors is also subject to the approval of the shareholders.
- c) The Incentive pay shall be decided based on the balance between performance of the Company and performance of the Key Managerial Personnel and Senior Management, to be decided annually or at such intervals as may be considered appropriate.

## IMPLEMENTATION

- The Committee may issue guidelines, procedures, formats, reporting mechanism and manuals in supplement

and for better implementation of this policy as considered appropriate.

The Committee may Delegate any of its powers to one or more of its members.

## ANNEXURE – E

**SECRETARIAL AUDIT REPORT**

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

**FORM NO. MR – 3  
FOR THE FINANCIAL YEAR ENDED MARCH 31, 2022**

To  
The Members,  
**RSD Finance Limited**  
H. No – 4, The Alcor Hotel  
Ramdas Bhatta, Opp. Indian Oil Petrol Pump  
Bistupur, Jamshedpur - 831001

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **RSD Finance Limited** (hereinafter called "the Company"). The 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.

The Company's Management is responsible for preparation and maintenance of Secretarial and other records and for devising proper systems to ensure compliance with the provisions of applicable laws and regulations.

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 and subject to our separate letter attached as "**ANNEXURE – A**", We hereby report that in our opinion, the Company has, during the financial year ended on March 31, 2022 (the audit period) complied with the statutory provisions listed hereunder and also that the Company has proper Board processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter.

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company during the audit period and verified the provisions of the following acts and regulations and also their applicability as far as the Company is concerned during the period under audit:

- i) The Companies Act, 2013 (the Act), amendments thereof and the rules made thereunder;
- ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the Rules made there under;
- iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
- iv) The 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 Borrowing; (not applicable to the Company during the period under review);
- v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') as amended:-
  - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
  - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;

- (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018; (not applicable to the Company during the period under review)
  - (d) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014; (was not applicable to the Company during the period under review);
  - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; (was not applicable to the Company during the period under review);
  - (f) 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;
  - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; (not applicable to the Company during the period under review); and
  - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018; (not applicable to the Company during the period under review);
- vi) Rules, Regulations and Guidelines issued by the Reserve Bank of India as are applicable to Non-Deposit taking, Non Systematically Important, Non-Banking Financial Companies which are applicable to the Company.

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

- (a) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and amendments made thereunder (Hereinafter referred to as "Listing Regulations"). The Listing Agreement entered into with BSE Limited and CSE Limited.

And

- (b) Secretarial Standards with respect to Meetings of Board of Directors (SS-1) and General Meetings (SS-2) issued by the Institute of Company Secretaries of India.

We believe that the audit evidence which we have obtained is sufficient and appropriate to provide a basis for our audit opinion. In our opinion and to the best of our information and according to explanations given to us, we believe that the systems and mechanisms established by the Company are adequate to ensure compliance of laws as mentioned above. With respect to the applicable financial laws such as Direct and Indirect tax laws, based on the information & explanations provided by the Management and Officers of the Company and certificates placed before the Board of Directors, we report that adequate systems are in place to monitor and ensure compliance.

During the period under review, the Company generally has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. issued by the Ministry of Corporate Affairs, Securities and Exchange Board of India and such other regulatory authorities for such acts, rules, regulations, standards etc. as mentioned above.

We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.

**We further report that:**

- i) 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 Board of Directors that took place during the period under review were carried out in the compliance with the provisions of the Act, RBI and listing regulations.

- ii) Adequate notice is given to all directors to schedule 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. Notice for meetings called for at a shorter notice and notes on agenda which are circulated less than the specified period, necessary compliances under the Act and Secretarial Standards on Board Meeting are complied with.
- iii) Based on the verification of the records and minutes, the decisions were carried out with the consent of the Board of Directors /Committee Members and no Director /Member dissented on the decisions taken at such Board / Committee Meetings. Further, in the minutes of the General Meeting, the number of votes cast against the resolutions has been recorded.

We have examined the systems and processes established by the Company to ensure the compliance with general laws including Labour Laws, Employees Provident Funds Act, Employees State Insurance Act, Payment of Gratuity Act & other State Laws, considering and relying upon representations made by the Company and its Officers for systems and mechanisms formed by the Company for compliance under these laws and other applicable sector specific Acts, Laws, Rules and Regulations applicable to the Company and its observance by them.

Further, the Circulars, Regulations and Guidelines issued by the Ministry of Corporate Affairs, Securities and Exchange Board of India and other relevant regulatory authorities in view of the pandemic pertaining to Board/ Committee meetings, General Meetings and other provisions of the Act, Rules and Regulations have been complied with by the Company.

**We further report that** based on the review of compliance mechanism established by the Company and on the basis of our review and audit of the records and books, we are of the opinion that the management has adequate systems and processes commensurate with its size and operations, to monitor and ensure compliance with all applicable laws, rules, regulations and guidelines.

Based on such checks as considered appropriate and documents provided by the Company, We observed that the specific laws, as applicable to the Company are being duly complied with.

We further report that during the audit period there were no specific event/ action having a major effect on the Company's affair in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc.

This report is to be read out with our letter of even date which is annexed as "**ANNEXURE - A**" and forms an integral part of this report.

**Sd/-**

**Sital Prasad Swain**

**Practicing Company Secretary**

**Membership No. - F6338**

**COP No. - 6814**

**UDIN – F006338D000446965**

**Place: Jamshedpur**

**Dated: May 30, 2022**

## ANNEXURE "A"

To

The Members,

**RSD Finance Limited**

H. No – 4, The Alcor Hotel

Ramdas Bhatta, Opp. Indian Oil Petrol Pump

Bistupur, Jamshedpur - 831001

Our Secretarial Audit Report for the financial year March 31, 2022 of even date is to be read along with this annexure.

- 1) Maintenance of Secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.
- 2) We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in Secretarial records. We earnestly believe that the processes and practices we followed provide a reasonable basis for our opinion.
- 3) We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
- 4) Wherever required, we have obtained the management representation about the compliance of laws, rules and regulations and happening of events, etc.
- 5) The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
- 6) The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.
- 7) We further report that the Compliance by the Company of applicable Financial Laws like Direct & Indirect Tax Laws has not been reviewed in this audit since the same has been subject to review by the statutory financial audit and other designated professionals.

**Sd/-**

**Sital Prasad Swain**

**Practicing Company Secretary**

**Membership No. - F6338**

**COP No. - 6814**

**UDIN – F006338D000446965**

**Place: Jamshedpur**

**Dated: May 30, 2022**



## ANNEXURE – E (I)

# SECRETARIAL AUDIT REPORT

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

### FORM NO. MR – 3 FOR THE FINANCIAL YEAR ENDED MARCH 31, 2022

To,  
The Members,  
**SRP Oil Private Limited**  
H. No – 4, The Alcor Hotel  
Ramdas Bhatta, Opp. Indian Oil Petrol Pump  
Bistupur, Jamshedpur - 831001

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by SRP Oil Private 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 31st March, 2022, complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March, 2022 according to the provisions of:

1. The Companies Act, 2013 (the Act) and the rules made thereunder;
2. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;  
(Not applicable to the Company during the audit period)
3. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
4. Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;  
(Not applicable to the Company during the audit period).
5. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):- (Not applicable to the Company during the audit period)

- a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
- b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
- c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
- d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999; and the Securities and Exchange Board of India (Share based Employee Benefits) Regulations, 2014;
- e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
- f) 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;
- g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009;
- h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998;
- i) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 1998;

Other laws applicable specifically to the Company:

1. The Prevention of Food Adulteration Act, 1954
2. The Food safety and Standards Act, 2006

We have also examined compliance with the applicable clauses of the Secretarial Standards issued by The Institute of Company Secretaries of India with respect to Board and General Meetings.

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

We further report that the Board of Directors of the Company is duly constituted with 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.

Adequate notice is given to all directors to schedule 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.

None of the Directors in any meeting dissented on any resolution and hence there was no instance of recording any dissenting member's view 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.

We further report that during the audit period the Company did not have any event which had a major bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc.

Sd/-

**Sital Prasad Swain**

*Practicing Company Secretary*

F6338 CP No. 6814

UDIN – F006338D000446943

Place: Jamshedpur

Date: 01<sup>st</sup> June, 2022

**Note:** This report is to be read with my letter of even date which is annexed as **Annexure I** and forms an integral part of this report.

## Annexure I

To,  
The Members  
**SRP Oil Private Limited**

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

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

Sd/-

**Sital Prasad Swain**  
*Practicing Company Secretary*  
F6338 CP No. 6814  
UDIN – F006338D000446943

Place: Jamshedpur  
Date: 01<sup>st</sup> June, 2022

## ANNEXURE – E (II)

# SECRETARIAL AUDIT REPORT

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

### FORM NO. MR – 3 FOR THE FINANCIAL YEAR ENDED MARCH 31, 2022

To,  
The Members,  
**Precision Automotive Private Limited**  
H. No – 4, The Alcor Hotel  
Ramdas Bhatta, Opp. Indian Oil Petrol Pump  
Bistupur, Jamshedpur - 831001

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Precision Automotive Private 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 31st March, 2022, complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March, 2022 according to the provisions of:

1. The Companies Act, 2013 (the Act) and the rules made thereunder;
2. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder; (Not applicable to the Company during the audit period)
3. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
4. Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings; (Not applicable to the Company during the audit period).
5. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):- (Not applicable to the Company during the audit period)

- a. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
- b. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
- c. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
- d. The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999; and the Securities and Exchange Board of India (Share based Employee Benefits) Regulations, 2014;
- e. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
- f. 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;
- g. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009;
- h. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998;
- i. The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 1998;

We have also examined compliance with the applicable clauses of the Secretarial Standards issued by The Institute of Company Secretaries of India with respect to Board and General Meetings.

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

We further report that the Board of Directors of the Company is duly constituted with 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.

Adequate notice is given to all directors to schedule 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.

None of the Directors in any meeting dissented on any resolution and hence there was no instance of recording any dissenting member's view 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.

We further report that during the audit period the Company did not have any event which had a major bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc.

Sd/-

**Sital Prasad Swain**

*Practicing Company Secretary*

F6338 CP No. 6814

UDIN – F006338D000446844

Place: Jamshedpur

Date: 01<sup>st</sup> June, 2022

**Note:** This report is to be read with my letter of even date which is annexed as **Annexure I** and forms an integral part of this report.

## Annexure I

To,  
The Members  
**Precision Automotive Private Limited**

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

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

Sd/-

**Sital Prasad Swain**  
*Practicing Company Secretary*  
F6338 CP No. 6814  
UDIN – F006338D000446844

Place: Jamshedpur  
Date: 01<sup>st</sup> June, 2022



## ANNEXURE – F

## DETAILS UNDER SECTION 197(12) OF THE COMPANIES ACT, 2013

### PART (A) – DISCLOSURE AS REQUIRED UNDER RULE 5(1) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014:

#### A. The ratio of the remuneration of each Director to the median remuneration of the employees of the Company for the financial year 2021-22:

Name of Director	Designation	Ratio to median remuneration of Employees
Rajeev Singh Dugal	Managing Director	5.65
Upneet Dugal	Executive Director	10.45

All the Non-Executive Independent Directors of the Company have only been paid sitting fees. The details of sitting fees paid are provided in the Corporate Governance Report. In the above ratio of remuneration and percentage increase in remuneration, sitting fees paid to Non-executive Directors, have not been considered.

#### B. The percentage increase in remuneration of each Director, Chief Financial Officer and Company Secretary during the Financial Year 2021-22:

Sl. No.	Name of Director / KMP	Designation	% increase in Remuneration
1.	Rajeev Singh Dugal	Managing Director	NIL
2.	Upneet Dugal	Executive Director	12.12
3.	Rechan Chhabra (till 30.09.21)	Chief Financial Officer	9.80
4.	Puja Choudhary	Company Secretary	NIL
5.	Ravi Joshi (w.e.f 26.03.22)	Chief Financial Officer	NIL

**C. The percentage increase in the median remuneration of the employees in the FY 2021-2022:-**

There has been an increase of 4.25% in the median remuneration of the employees of the Company in FY 2021-2022 as compared to FY 2020-2021

**D. The number of permanent employees on the rolls of the Company as on 31st March, 2022:-**

There were 8 employees on the rolls of the Company.

**E. Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration:-**

There has been a 16.47 % increase in average percentage increase in salaries of employees other than Managerial personnel and a 12.12% increase in the managerial remuneration of Ms. Upneet Dugal during the year.

Justification: The increase is in line with the increase in the Company's performance, anticipation of future growth of the Company and the Industrial standards.

**F. Affirmation that the remuneration is as per Remuneration Policy of the Company:-**

It is hereby affirmed that the remuneration paid to KMPs and other employees are as per the Nomination & Remuneration Policy of the Company.

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

Sd/-	Sd/-
<b>Rajeev Singh Dugal</b>	<b>Upneet Dugal</b>
<b>Managing Director</b>	<b>Director</b>
<b>DIN – 00052037</b>	<b>DIN - 07680726</b>

**Place: Jamshedpur**

**Dated: August 14, 2022**

## ANNEXURE – G

**EXTRACT OF ANNUAL RETURN****FORM NO. MGT 9****As on financial year ended on March 31, 2022***(Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company (Management & Administration) Rules, 2014)***I. REGISTRATION & OTHER DETAILS:**

(i) CIN	<b>L17222JH1963PLC013316</b>
(ii) Registration Date	<b>February 04, 1963</b>
Name of the Company	<b>RSD Finance Limited</b>
(iii) Category/Sub-category of the Company	<b>Public Company / Limited by Shares</b>
(iv) Address of the Registered office & contact details	<b>H. No – 4, The Alcor Hotel, Ramdas Bhatta, Bistupur, Jamshedpur – 831001 Tel. : +91 7280009199 Email: rsdfinance.ltd@gmail.com Website: <a href="http://www.rsdfinancelimited.com">www.rsdfinancelimited.com</a></b>
(v) Whether listed company	<b>Yes</b>
(vi) Name, Address & contact details of the Registrar & Transfer Agent, if any.	<b>S K Infosolutions Pvt. Ltd., D/42, Katju Nagar (Near South City Mall), Ground Floor, Katju Nagar Bazar, Jadavpur Kolkata -700032. Contact No: 033-24120027, 2002 E-mail: skcdilip@gmail.com Website: <a href="http://www.skinfo.in/">http://www.skinfo.in/</a></b>

**II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY:***(Contributing 10% or more of the total turnover of the Company)*

SL. NO.	NAME & DESCRIPTION OF MAIN PRODUCTS/ SERVICES	NIC CODE OF THE PRODUCT/ SERVICE	% TO TOTAL TURNOVER OF THE COMPANY
1	Investing & Financing Activities	6499-64990	85.83%
2	Treatment and Coating of metals	2592-25920	11.98%

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

SL. NO	NAME & ADDRESS OF THE COMPANY	CIN/GLN	HOLDING/ SUBSIDIARY/ ASSOCIATE	% OF SHARES HELD	APPLICABLE SECTION
(i)	Precision Automotive Pvt. Ltd.	U35900JH2005PTC013315	Subsidiary	100.00%	2 (87)
(ii)	S R P Oil Pvt. Ltd.	U23209JH1996PTC013466	Subsidiary	52.55%	2 (87)
(iii)	Sigma HTS LLP	AAF – 9444	Subsidiary	65.00%	2 (87)

**IV. SHAREHOLDING PATTERN (EQUITY SHARE CAPITAL BREAK UP AS % TO TOTAL EQUITY)****Category Wise Shareholding**

CATEGORY OF SHAREHOLDERS	NO. OF SHARES HELD AT THE BEGINNING OF THE YEAR (AS ON 01.04.2021)				NO. OF SHARES HELD AT THE END OF THE YEAR (AS ON 31.03.2022)				% CHANGE DURING THE YEAR
	DEMAT	PHYSICAL	TOTAL	% OF TOTAL SHARES	DEMAT	PHYSICAL	TOTAL	% OF TOTAL SHARES	
<b>A. Promoters</b>									
<b>(1) Indian</b>									
a) Individual/HUF	81,21,565	0	81,21,565	62.73%	81,25,436	0	81,25,436	62.76%	0.030%
b) Central Govt. or State Govt.	-	-	-	-	-	-	-	-	-
c) Bodies Corporates	-	-	-	-	-	-	-	-	-
d) Bank/FI	-	-	-	-	-	-	-	-	-
e) Any other	15,82,000	0	15,82,000	12.22%	15,82,000	0	15,82,000	12.22%	0.00%
<b>SUB TOTAL:(A) (1)</b>	<b>97,03,565</b>	<b>0</b>	<b>97,03,565</b>	<b>74.95%</b>	<b>97,07,436</b>	<b>0</b>	<b>97,07,436</b>	<b>74.98%</b>	<b>0.030%</b>
<b>(2) Foreign</b>									
a) NRI-Individuals	-	-	-	-	-	-	-	-	-
b) Other Individuals	-	-	-	-	-	-	-	-	-
c) Bodies Corp.	-	-	-	-	-	-	-	-	-
d) Banks/FI	-	-	-	-	-	-	-	-	-
e) Any other	-	-	-	-	-	-	-	-	-
<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 SHAREHOLDING OF PROMOTER</b>	<b>97,03,565</b>	<b>0</b>	<b>97,03,565</b>	<b>74.95%</b>	<b>97,07,436</b>	<b>0</b>	<b>97,07,436</b>	<b>74.98%</b>	<b>0.030%</b>
<b>(A)= (A)(1)+(A)(2)</b>									
<b>B. PUBLIC SHAREHOLDING</b>									
<b>(1) Institutions</b>									
a) Mutual Funds	-	-	-	-	-	-	-	-	-
b) Banks/FI	-	-	-	-	-	-	-	-	-
c) Central govt.	-	-	-	-	-	-	-	-	-
d) State Govt.	-	-	-	-	-	-	-	-	-
e) Venture Capital Fund	-	-	-	-	-	-	-	-	-
f) Insurance Companies	-	-	-	-	-	-	-	-	-

g) FIIS	-	-	-	-	-	-	-	-	-
h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
i) Others (specify)	-	-	-	-	-	-	-	-	-
<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 Institutions</b>									
<b>a) Bodies corporates</b>									
i) Indian	13,19,282	6,98,380	20,17,662	15.59%	13,19,049	6,98,380	20,17,429	15.58%	(0.002%)
ii) Overseas	-	-	-	-	-	-	-	-	-
<b>b) Individuals</b>									
i) Individual shareholders holding nominal share capital upto Rs.1 lakhs	1,44,593	3,81,000	5,25,593	4.06%	1,52,355	3,69,600	5,21,955	4.03%	(0.028%)
ii) Individuals shareholders holding nominal share capital in excess of Rs. 1 lakhs	3,67,060	3,32,600	6,99,660	5.40%	3,67,060	3,32,600	6,99,660	5.40%	0.00%
<b>c) Others (specify)</b>									
<b>SUB TOTAL (B)(2):</b>	<b>18,30,935</b>	<b>14,11,980</b>	<b>32,42,915</b>	<b>25.05%</b>	<b>18,38,464</b>	<b>14,00,580</b>	<b>32,39,044</b>	<b>25.05%</b>	<b>(0.030%)</b>
<b>TOTAL PUBLIC SHAREHOLDING (B)= (B)(1)+(B)(2)</b>	<b>18,30,935</b>	<b>14,11,980</b>	<b>32,42,915</b>	<b>25.05%</b>	<b>18,38,464</b>	<b>14,00,580</b>	<b>32,39,044</b>	<b>25.05%</b>	<b>(0.030%)</b>
<b>C. SHARES HELD BY CUSTODIAN FOR GDRS &amp; ADRS</b>									
<b>Grand Total (A+B+C)</b>	<b>115,30,300</b>	<b>14,16,180</b>	<b>129,46,480</b>	<b>100%</b>	<b>115,45,900</b>	<b>14,00,580</b>	<b>129,46,480</b>	<b>100%</b>	<b>0.00%</b>

## i) Share Holding of Promoters/ Promoter Group

DETAILS OF SHAREHOLDING OF PROMOTERS/ PROMOTER GROUP								
SL. NO.	SHAREHOLDERS NAME	SHAREHOLDING AT THE BEGINNING OF THE YEAR (AS ON 01.04.2021)			SHAREHOLDING AT THE END OF THE YEAR (AS ON 31.03.2022)			% CHANGE IN SHARE HOLDING 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	Rajeev Singh Dugal	80,89,080	62.48%	NIL	80,89,080	62.48%	NIL	0.00%
2	Kashvi Dugal	27,960	0.22%	NIL	27,960	0.22%	NIL	0.00%
3	Upneet Dugal	4,525	0.03%	NIL	8,396	0.06%	NIL	0.03%
4	K U Benefit Trust	15,82,000	12.22%	NIL	15,82,000	12.22%	NIL	0.00%
	<b>Total</b>	<b>97,03,565</b>	<b>74.95%</b>	<b>NIL</b>	<b>97,07,436</b>	<b>74.98%</b>	<b>NIL</b>	<b>0.03%</b>

## ii) Change in Promoters' Shareholding

PARTICULARS	SHAREHOLDING AT THE BEGINNING OF THE YEAR (AS ON 01.04.2021)		CUMULATIVE SHAREHOLDING DURING THE YEAR (AS ON 31.03.2022)	
	NO. OF SHARES	% OF TOTAL SHARES OF THE COMPANY	NO. OF SHARES	% OF TOTAL SHARES OF THE COMPANY
<b>Upneet Dugal</b>				
At the beginning of the year	4,525	0.03%	4,525	0.035%
Purchase of shares on 30/03/2021	2340	0.018%	6865	0.053%
Purchase of shares on 31/03/2021	381	0.003%	7246	0.056%
Purchase of shares on 03/09/2021	450	0.003%	7696	0.059%
Purchase of shares on 06/09/2021	700	0.005%	8396	0.065%
At the end of the year	4,525	0.03%	8396	0.065%

### iii) Shareholding Pattern of Top Ten Shareholders (Other than Directors, Promoters & Holders of GDRs & ADRs)

SL. NO.	NAME OF THE SHAREHOLDER	SHAREHOLDING AT THE BEGINNING OF THE YEAR (AS ON 01.04.2021)		TRANSACTIONS DURING THE YEAR		CUMULATIVE SHAREHOLDING AT THE END OF THE YEAR (AS ON 31.03.2022)	
		NO. OF SHARES	% OF TOTAL SHARES OF THE COMPANY	NO OF SHARES INCREASE/ DECREASE	% OF TOTAL SHARES OF THE COMPANY	NO OF SHARES	% OF TOTAL SHARES OF THE COMPANY
1	Mrigaya Tie up Pvt Ltd	6,25,000	4.83%	-	-	6,25,000	4.83%
2	Narsingh Agro Industries LLP	5,09,846	3.94%	(200)	(0.002)	5,09,646	3.94%
3	Arkaya Agrodeal LLP	4,87,980	3.77%	-	-	4,87,980	3.77%
4	Vintage Tradelinks Private Limited	3,93,400	3.04%	-	-	3,93,400	3.04%
5	Tara Khowala	2,02,060	1.56%	-	-	2,02,060	1.56%
6	Jayesh Taunk	1,50,000	1.16%	-	-	1,50,000	1.16%
7	Roop Narayan Choudhary	1,29,000	1.00%	-	-	1,29,000	1.00%
8	Geeta Jayesh Taunk	99,400	0.77%	-	-	99,400	0.77%
9	Jyoti Bhatia	83,200	0.64%	-	-	83,200	0.64%
10	Suchita Sikaria	17,492	0.13%	(905)	(0.007)	16,587	0.14%

Figures in bracket signify the sales made during the year.

**iv) Shareholding of Directors & Key Managerial Personnel**

SL. NO	FOR EACH OF THE DIRECTORS & KMP	SHAREHOLDING AT THE BEGINNING OF THE YEAR		CUMULATIVE SHAREHOLDING DURING THE YEAR	
		NO. OF SHARES	% OF TOTAL SHARES OF THE COMPANY	NO OF SHARES	% OF TOTAL SHARES OF THE COMPANY
1	At the beginning of the year				
	i) Rajeev Singh Dugal	80,89,080	62.48%		
	ii) Sushil Kumar Khowala	36,000	0.28%		
	iii) Upneet Dugal	4,525	0.03%		
2	Increase/decrease in Shareholding during the year				
	i) Rajeev Singh Dugal			NIL	NIL
	ii) Sushil Kumar Khowala			NIL	NIL
	iii) Upneet Dugal			3,871	0.03%
3	At the end of the year				
	i) Rajeev Singh Dugal			80,89,080	62.48%
	ii) Sushil Kumar Khowala			36,000	0.28%
	iii) Upneet Dugal			8,396	0.06%



**V. INDEBTEDNESS****Indebtedness of the Company including interest outstanding/accrued but not due for payment****(Rs. In Hundred)**

<b>PARTICULARS</b>	<b>SECURED LOANS EXCLUDING DEPOSITS</b>	<b>UNSECURED LOANS</b>	<b>DEPOSITS</b>	<b>TOTAL INDEBTEDNESS</b>
<b>Indebtedness at the beginning of the financial year (01.04.2021)</b>				
i) Principal Amount	4,558.97	48,184.27	0.00	52,743.24
ii) Interest due but not paid	0.00	0.00	0.00	0.00
iii) Interest accrued but not due	0.00	0.00	0.00	0.00
<b>Total (i+ii+iii)</b>	<b>4,558.97</b>	<b>48,184.27</b>	<b>0.00</b>	<b>52,743.24</b>
<b>Change in Indebtedness during the financial year - Principal Amount</b>				
Additions	0.00	0.00	0.00	0.00
Reduction	4,19,3.48	0.00	0.00	4,19,3.48
Net Change	<b>(4,19,3.48)</b>	<b>0.00</b>	<b>0.00</b>	<b>(4,19,3.48)</b>
<b>Indebtedness at the end of the financial year (31.03.2022)</b>				
i) Principal Amount	365.49	48,184.27	0.00	48,549.76
ii) Interest due but not paid	0.00	0.00	0.00	0.00
iii) Interest accrued but not due	0.00	0.00	0.00	0.00
<b>Total (i+ii+iii)</b>	<b>365.49</b>	<b>48,184.27</b>	<b>0.00</b>	<b>48,549.76</b>

**VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL****A. Remuneration to Managing Director, Whole time director and/or Manager:****(Rs. In Hundred)**

SL. NO.	PARTICULARS OF REMUNERATION	MD/WTD/MANAGER		
		MR. RAJEEV SINGH DUGAL	MS. UPNEET DUGAL	TOTAL
1	Gross salary	12,000.00	22,200.00	34,200.00
	(a) Salary as per provisions contained in section 17(1) of the Income Tax. 1961.	N.A.	N.A.	N.A.
	(b) Value of perquisites u/s 17(2) of the Income tax Act, 1961	N.A.	N.A.	N.A.
	(c) Profits in lieu of salary under section 17(3) of the Income Tax Act, 1961	N.A.	N.A.	N.A.
2	Stock option	N.A.	N.A.	N.A.
3	Sweat Equity	N.A.	N.A.	N.A.
4	Commission as % of profit	N.A.	N.A.	N.A.
5	Others, please specify	N.A.	N.A.	N.A.
	<b>Total (A)</b>	<b>12,000.00</b>	<b>22,200.00</b>	<b>34,200.00</b>

Ceiling as per the Act

Company has passed special Resolution at the 57th AGM held on 29th December, 2020 for payment of remuneration above the ceiling limit.

**B. Remuneration to other directors:****(Rs. In Hundred)**

SL. NO	PARTICULARS OF REMUNERATION	NAME OF DIRECTORS				TOTAL AMOUNT
		SUSHIL KUMAR KHOWALA	HARSH KUMAR PANDEY	SUKANT BARI	KAWALJEET KAUR DUGAL	
1	INDEPENDENT DIRECTORS					
a)	Fee for attending Board/ Committee meetings	240.00	200.00	160.00	NIL	600.00
b)	Commission	-				
c)	Others, please specify	-				
	<b>Total (1)</b>	<b>240.00</b>	<b>200.00</b>	<b>160.00</b>	<b>NIL</b>	<b>600.00</b>

## 2 Other Non - Executive Directors

(a) Fee for attending Board/ Committee meetings	NIL
(b) Commission	
(c) Others, please specify.	
<b>Total (2)</b>	
<b>Total (B)=(1+2)</b>	<b>600.00</b>
<b>Total Managerial Remuneration(A+B)</b>	<b>34,800.00</b>
<b>Ceiling as per the Act</b>	All independent directors have been paid only sitting fees for attending board meeting and committee meetings, which is well within the limits prescribed under the Companies Act, 2013.
<b>Overall Ceiling as per the Act</b>	<b>Independent Directors have only been paid sitting fees.</b>

### B. Remuneration to Key Managerial Personnel other than MD/ MANAGER/ WTD:

(Rs. In Hundred)

SL. NO.	PARTICULARS OF REMUNERATION	KEY MANAGERIAL PERSONNEL			TOTAL
		MR. RECHAN CHHABRA (CHIEF FINANCIAL OFFICER)	MR. RAVI JOSHI (CHIEF FINANCIAL OFFICER)	MS. PUJA CHOUDHARY (COMPANY SECRETARY)	
1	Gross Salary	6,993.00	153.85	4,159.80	<b>11,306.65</b>
	(a) Salary as per provisions contained in section 17(1) of the Income Tax Act, 1961.	-	-	-	-
	(b) Value of perquisites u/s 17(2) of the Income Tax Act, 1961	NA	NA	NA	<b>NA</b>
	(c) Profits in lieu of salary under section 17(3) of the Income Tax Act, 1961	NA	NA	NA	<b>NA</b>
2	Stock Option	NA	NA	NA	<b>NA</b>
3	Sweat Equity	NA	NA	NA	<b>NA</b>
4	Commission as % of profit	NA	NA	NA	<b>NA</b>
5	Others, please specify	NA	NA	NA	<b>NA</b>
	<b>Total</b>	<b>6,993.00</b>	<b>153.85</b>	<b>4,159.80</b>	<b>11,306.65</b>

## VII. PENALTIES/PUNISHMENT/COMPOUNDING OF OFFENCES

There were no penalties, punishment or compounding of offences during the year ended 31st March, 2022.

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

Sd/-	Sd/-
<b>Rajeev Singh Dugal</b>	<b>Upneet Dugal</b>
<b>Managing Director</b>	<b>Director</b>
<b>DIN – 00052037</b>	<b>DIN - 07680726</b>

**Place: Jamshedpur**

**Date: August 14, 2022**

# MANAGEMENT DISCUSSION & ANALYSIS REPORT

## 1. OVERVIEW

The Management Discussion and Analysis Report (MDA) is an integrated part of Company's annual financial statements. The purpose of the MDA is to provide a narrative explanation, through the eyes of management, of how the Company has performed in the past, its financial condition, and its future prospects. This report contains a description of the year gone by and some of the key factors that influenced the business of the Company during the year, as well as a fair and unbiased overview of the Company's past, present, and future. There are forward looking statements mentioned in this report which may involve risks and uncertainties, including but not limited to the risk inherent to the Company's growth strategy, change in regulatory norms, economic conditions and other incidental factors. Actual results could differ materially from those expressed or implied.

## 2. GLOBAL ECONOMY

The global economy grew at a strong 5.9% in FY21, after a de-growth of 3.1% in the pandemic infected FY20. This remarkable rebound was helped by easing of pandemic-related restrictions and lockdowns and the accelerated vaccination drive across countries. Robust consumer spending and an uptick in investments also boosted this recovery. Global trade saw a sequential recovery all through 2021, not merely with respect to goods but also services, with the latter reaching pre-pandemic levels during Q4 FY21. Overall, the value of global trade reached a record \$28.5 trillion in FY21, registering a 25%

increase vis-à-vis FY20 and 13% increase vis-à-vis the pre-pandemic level of FY19.

A tentative recovery in 2021 has been followed by increasingly gloomy developments in 2022 as risks began to materialize. Global output contracted in the second quarter of this year, owing to downturns in China and Russia, while US consumer spending undershot expectations. Several shocks have hit a world economy already weakened by the pandemic: higher-than-expected inflation worldwide—especially in the United States and major European economies—triggering tighter financial conditions; a worse-than-anticipated slowdown in China, reflecting COVID-19 outbreaks and lockdowns; and further negative spillovers from the war in Ukraine.

The baseline forecast is for growth to slow from 6.1 percent last year to 3.2 percent in 2022, 0.4 percentage point lower than in the April 2022 World Economic Outlook. In China, further lockdowns and the deepening real estate crisis have led growth to be revised down by 1.1 percentage points. Global inflation has been revised up due to food and energy prices as well as lingering supply-demand imbalances, and is anticipated to reach 6.6 percent in advanced economies and 9.5 percent in emerging market and developing economies this year.



World Economic Outlook (Source: IMF Report July 2022)

## World Economies: Performance at a glance

### World economic output growth in %

	2020	2021	2022P	2023P
<b>World Output</b>	-3.1	6.1	3.2	2.9
<b>Advanced Economies</b>	-4.5	5.2	2.5	1.4
United States	-3.4	5.7	2.3	1.0
Euro Area	-6.3	5.4	2.6	1.2
Japan	-4.5	1.7	1.7	1.7
United Kingdom	-9.3	7.4	3.2	0.5
Canada	-5.2	4.5	3.4	1.8
Other Advanced Economies	-1.8	5.1	2.9	2.7
<b>Emerging Market and Developing Economies</b>	-2.0	6.8	3.6	3.9
<b>Emerging and Developed Asia</b>	-0.8	7.3	4.6	5.0
China	2.2	8.1	3.3	4.6
India	-6.6	8.7	7.4	6.1
ASEAN-5 (Indonesia, Malaysia, Philippines, Thailand, Vietnam)	-3.4	3.4	5.3	5.1

Source: IMF World Economy Outlook July 2022

### 3. INDIAN ECONOMY

The financial year 2022 was quite eventful when the Indian economy started witnessing green shoots of recovery post the first wave of Covid19 pandemic, the second wave of Covid struck hard right from the beginning of FY 22. Unlike the nationwide lockdown during the first wave in FY 21, state level localised lockdowns and targeted containment strategy had a less pronounced impact on the economy. Rapid vaccination programme roll-out and Governmental support, led to upticks across a range of indicators, including the mobility index, direct tax collections, and electricity demand, reflect positive levels of economic growth. While demand is yet to fully recover to pre-covid levels, consumer prices continue to increase steeply registering a CPI inflation and WPI inflation at 6.95% and 14.55% respectively in March 2022. The pressure on consumer prices is expected to continue in FY 23, with surging commodity

prices, disruptions in global supply chains and rising freight costs. RBI has revised its inflation forecast upwards for FY 23 to 6.7% from earlier estimate of 5.7%.

Further, India has emerged as the fastest growing major economy in the world and is expected to be one of the top three economic powers in the world over the next 10 to 15 years, backed by its robust democracy and strong partnerships. According to the International Monetary Fund, India's real GDP will grow at 7.4% in 2022 and 6.1% in 2023, making it the world's fastest growing major economy for all years.

According to the NSO second advance estimates, the Indian economy could grow by 8.9% in FY 2021-22. Given the forecast for inflation and growth, uncertainty related to global events and the unprecedented impact of COVID-19, the

Reserve Bank of India (RBI) believes that continued policy assistance is required for the economy. The proposals in the Union Budget for FY 2022-23 to develop public infrastructure through higher capital spending are expected to boost growth and attract private investment via a high multiplier effect. However, persistent supply-side bottlenecks, steadily rising international crude oil prices and increasing raw material costs have added the concerns. Returning consumer confidence, improving business conditions across the manufacturing sector, robust financial markets, strengthening demand, and improved market circumstances are leading to improved growth in the economy.

India's prospects for FY 2022-23 are boosted by forecast improvements in credit growth, investment, and consumption, which would be aided by the financial sector's better-than-expected performance. Widespread vaccine coverage, gains from supply-side reforms and regulatory ease, sustained export growth, and the availability of budgetary space to ramp up capital spending will contribute to a 7.5% growth in FY 2022-23 (Source: RBI Survey Report).

The year ahead looks promising for private sector investment, with the banking system in a strong position to help the economy recover. The Economic Survey 2021-22 expects recovery of the economy with India's real GDP estimated to record 8.0%-8.5% growth in FY 2022-23.

#### **4. INDUSTRY STRUCTURE**

The country's financial services sector consists of capital markets, insurance sector and non-banking financial companies (NBFCs). According to Goldman Sachs, investors have been pouring money into India's stock market, which is likely to

reach USD 5 trillion, surpassing the UK, and become the fifth largest stock market worldwide by 2024. The long-term growth perspective of the Indian economy remains positive due to its young population and corresponding low dependency ratio, healthy savings, and investment rates, increasing globalisation in India and integration into the global economy. The Finance Minister has provided the much-required relief to the pandemic-hit Indian economy with the tax proposals and have endeavored to make India a more attractive destination for investments. India's non-bank financial institutions (NBFI) face renewed asset quality and liquidity risks amid a second wave of coronavirus infections. It is believed that authorities have gained experience in balancing the trade-off between tighter restrictions and maintaining economic activity over the past year. Consumers and businesses are also likely to better adapt their economic activity to the second wave of restrictions, as seen in other countries. Regulators appear keenly aware of the credit and liquidity implications of any broad, extended movement curbs, while NBFIs' day-to-day operations are also likely to be able to continue under the latest rules.

The NBFC sector has a significant role in bringing efficiency and diversity in the financial system. It has evolved extensively in terms of its operations, technology, profitability and asset quality and entered into newer areas of financial services and products. NBFCs are now deeply interconnected with the entities in the financial sector, on both sides of their balance sheets. Being financial entities, they are exposed to risks arising out of counterparty failures, funding and asset concentration, interest rate movement and risks pertaining to liquidity and solvency, as any other financial sector player.

The Company is an NBFC and in the business of making long term investments in equity shares and other money market instruments for value creation for the stakeholders. Accordingly, the financial performance of the Company is dependent of that of the stock market.

The Indian equity markets remained highly volatile during the financial year. The country witnessed biggest single day fall of market indices in two years on February 24, 2022 as the Sensex was down 2,702.15 points at 54,529.91 points and Nifty by 815.30 points at 16,248 points. The market indices saw huge volatility during the last quarter of the F.Y. 2021-22 due to uncertain global cues and worsening inflation and a correction is expected in coming times.

## 5. OUTLOOK OF NBFCs

India's gross domestic product growth is forecasted to expand at 7.4% in the current fiscal year ending in March 2023, with the risk tilted more to the downside from the escalating Russia-Ukraine war, according to the FICCI economic outlook survey. While the threat from the pandemic remains on fore, the continuation of Russia-Ukraine conflict is posing a significant challenge to global recovery. The hit to the global economy is still not completely clear as yet, and the overall situation remains volatile, and outlook is uncertain with risks amplified to the downside. Rising international commodity prices are the biggest risk emanating from the ongoing conflict as Russia and Ukraine are global suppliers of key commodities. Prolonging this conflict will further hit supplies of major raw materials, including crude oil, natural gas, food, fertilisers, and metals. Moreover, the COVID-19 pandemic is still causing shutdowns in major economies such as China, and a new wave could

undo the progress and easing global supply chain blockages. The participants believed that inflation continues to be the most significant risk for India as well. The tense global geopolitical situation and the consequent elevated commodity prices impart considerable uncertainty to the domestic inflation outlook. The restrictions on wheat exports should improve the domestic supplies but the shortfall in the rabi production due to the heat wave could be an offsetting risk. The forecast of a normal south-west monsoon augurs well for the kharif agricultural production and the food price outlook. Edible oil prices remain under pressure on adverse global supply conditions, notwithstanding some recent correction due to the lifting of export ban by a major supplier.

Consequent to the recent reduction in excise duties, domestic retail prices of petroleum products have moderated. International crude oil prices, however, remain elevated, with risks of further pass-through to domestic pump prices. There are also upside risks from revisions in the prices of electricity. Early results from manufacturing, services and infrastructure sector firms polled in the Reserve Bank's surveys expect further input and output price pressures going forward. Taking into account these factors, and on the assumption of a normal monsoon in 2022 and average crude oil price (Indian basket) of USD 105 per barrel, inflation is now projected at 6.7% in 2022-23, with first quarter at 7.5 %; second quarter at 7.4 %; third quarter at 6.2 %; and fourth quarter at 5.8 %, with risks evenly balanced.

## 6. OPPORTUNITIES & THREATS

Your Company is a Core Investment Company. The unpredictability in the stock market



represents both opportunity as well as challenges for the Company. There are external risks as well, such as a more extreme slowdown in the global economy than anticipated. The Impact of the Covid pandemic on the corporate sector and investor confidence altogether will delay the pace of development for countries whose markets are at an earlier stage of development.

The sentiment in the Indian financial market has changed considerably over the past few years; the economic growth, though subdued for last couple of years, is likely to show positive momentum over the coming years.

As various factors are posing constant threats and high volatility in the Capital Markets, it appears beneficial to diversify the portfolio to reduce the risk and insulate from the vagaries of stock-market. Mutual Funds help to reduce risk through diversification and professional management. Therefore, the Company invests its surplus funds in debt/ equity oriented Mutual Funds. One of the biggest advantages of Mutual Fund investment is Liquidity. Open end funds provide option to redeem on demand, which is beneficial during rising or falling markets. The management is exploring other avenues of business.

## 8. FINANCIAL RATIOS

Following are ratios for the current financial year and their comparison with preceding financial year, along with explanations where the change has been 25% or more when compared to immediately preceding financial year:

## 7. FINANCIAL PERFORMANCE

The Company follows accrual basis of accounting under the historical cost convention. It has adopted Indian Accounting Standards ("Ind AS") notified under section 133 of the Companies Act 2013 ("the Act") read with the Companies (Indian Accounting Standards) Rules, 2015.

### Balance Sheet

- ❖ Net worth increased to Rs. 61.18 crores as on March 31, 2022 as compared to Rs. 55.90 crores as on March 31, 2021.
- ❖ The Borrowings for FY 2021-22 declined to Rs. 48.55 lakhs as compared to Rs. 52.74 lakhs during FY 2020-21 owing to debt repayments during the year.

### Profit and loss statement

- ❖ Total income for FY 2021-22 stood increased to Rs. 7.72 crores as compared to Rs. 6.17 crores in FY 2020-21.
- ❖ Total expenses for FY 2021-22 increased to Rs. 2.65 crores as compared to Rs. 2.22 crores in FY 2020-21.
- ❖ Depreciation and amortization decreased to Rs. 8.39 lakhs in FY 2021-22 as compared to Rs. 9.33 lakhs in 2020-21.

**Summary of Key Financial Metrics and Key Ratios****(Amount in Lakhs)**

KEY METRICS	STANDALONE		CONSOLIDATED	
	FY 2021-2022	FY 2020-2021	FY 2021-2022	FY 2020-2021
Revenue from Operations	456.30	392.19	9,316.16	5,060.32
Other Income	315.65	224.96	499.37	467.80
Total Expenses	265.11	222.12	7,416.48	4,575.42
Profit/(Loss) before Tax	506.84	395.03	2,399.05	952.71
Profit/(Loss) After Tax	420.46	324.88	1,803.07	792.21
EPS (Rs. per share)	4.08	4.34	14.81	8.29

**Significant Ratios**

The Disclosure w.r.t. details of significant changes in key financial ratios as stipulated under Regulation 34(3) read with Schedule V Clause B of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 are as follows:

Sl. No.	Ratio Description	FY 2021-22	FY 2020-21	Reason for increase (in case of more than 25%)
1	Debtors Turnover	0.19	0.24	NA
2	Inventory Turnover		-	NA
3	Interest Coverage Ratio (times)	1430:1	718:1	Interest Cost has reduced as the Company has made payment of the existing loans as per the repayment schedule.
4	Current Ratio (times)	27.98:1	25.98:1	During the financial year there has been increase in the value and gain of financial instruments.
5	Debt Equity Ratio	0.01:1	0.01:1	NA
6	Operating Profit Margin (%)	1.11	1.01	During the financial year there has been increase in the value and gain of financial instruments.
7	Net Profit Margin (%)	0.68	0.91	During the financial year there has been increase in the value and gain of financial instruments and other comprehensive income.
8	Return on Net Worth (%)	0.09	0.1	During the financial year there has been increase in the value and gain of financial instruments and other comprehensive income.

## Segment-Wise Performance

On a consolidated basis, the Investment and Financial Segment has posted a revenue of Rs.1942.12 lakhs (Previous Year Rs. 1006.29 lakhs), Job Work segment has posted a revenue of Rs. 92.50 lakhs (Previous Year Rs. 66.82 lakhs), Hotel business segment has posted a revenue of Rs. 1392.19 lakhs (Previous Year Rs. 835.59 lakhs) and heat treatment activity generated revenue of Rs. 6423.21 lakhs (Previous Year Rs. 3637.70 lakhs) including inter segmental revenue of Rs. 34.49 Lakhs.

On a standalone basis, the Investment and Financial Segment posted segment revenue of Rs. 679.45 lakhs (Previous Year revenue of Rs. 550.33 lakhs) and the Job Work segment recorded a profit of Rs. 92.50 lakhs (Previous Year profit of Rs. 66.82 lakhs).

The Company operates only in India, hence there is no other significant geographical segment that requires disclosure.

## 9. RISKS AND CONCERNS

Risk is an integral part of the Company's business and sound risk management is critical to the success of any organization. The Company is exposed to specific risks that are particular to its business and the environment within which it operates, including interest rate volatility, economic cycle, credit risk and market risk.

The Company is mainly exposed to market risks in the form of reduction in the value of its investment and fall in return due to dip in the investee Company's performance. The investments represent a material portion of the

Company's business and are vulnerable to fluctuation in the stock market.

Further, change in regulatory requirements for NBFCs from time to time, can have a bearing on the running of the Company. The overall economic fluctuations/ slowdown and its impact on service sector are also a cause of concern.

The Company is aware of the need to better understand, anticipate, evaluate and mitigate risks in order to minimize its impact on business. The Company has put in place a Risk Management Policy to ensure that all the current and future material risk exposures of the Company are identified, assessed, quantified, appropriately mitigated, minimized and managed.

The performance of the Company is dependent on the Indian Capital markets for its returns. Even though it is envisaged that stock market will continue to do well, but global concerns can result in sharp corrections.

## 10. INTERNAL CONTROL SYSTEM & THEIR ADEQUACY

Effective internal controls are necessary for building up an efficient organization. Your Company has in place, an adequate internal control and internal audit system managed by qualified and experienced people to ensure the compliances under statutory regulations. Corporate policies are made to figure out the weaknesses persisting in the system and suggest remedial measure for the same.

The system is improved and modified continuously to meet with the changes in

business condition, statutory and accounting requirements. Internal controls are supplemented by an effective Internal Audit being carried out by M/s. Heerwal & Associates, Chartered Accountant and are periodically reviewed by the management.

The Audit Committee also met the Company's statutory auditors to ascertain their views on the financial statements, including the financial reporting system, compliance to accounting policies and procedures, the adequacy and effectiveness of the internal control and systems followed by the Company.

## 11. HUMAN RESOURCES MANAGEMENT

The Company always regards human resources as its most valuable asset and ensures friendly work environment that encourages initiatives by individuals and recognizes their performance. Total 8 employees were employed during the financial year.

To maintain competency and to improve the analytical abilities of employees for gearing them to face challenges, proper training and development is imparted by the Company before the employee takes up any responsibility. Our Company has always valued its employees whose dedication and contribution have helped us to reach the levels

of excellence and rewarded them appropriately during the appraisal.

## 12. DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013.

The Company has in place an Anti-Sexual Harassment Policy in line with the requirements of the Sexual Harassment of Women at the Workplace (Prevention, Prohibition & Redressal) Act, 2013. Internal Complaints Committee (ICC) has been set up to redress complaints received regarding sexual harassment. All employees (permanent, contractual, temporary, trainees) are covered under this policy.

The following is a summary of sexual harassment complaints received and disposed off during the year 2021-22.

Number of complaints received: Nil

Number of complaints disposed off: Nil

### **Cautionary Statement**

*Statements in the Management Discussion and Analysis describing the Company's objectives, projections, estimate, expectations may be "forward-looking statements" within the meaning of applicable securities laws and regulations. Important factors that could make a difference to the Company's operations include changes in Government regulations, tax regimes, economic developments within India and other such factors over which the Company does not have any direct control.*

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

Sd/-  
**Rajeev Singh Dugal**  
Managing Director  
DIN – 00052037

Sd/-  
**Upneet Dugal**  
Director  
DIN - 07680726

Place: Jamshedpur

Date: August 14, 2022

# CORPORATE GOVERNANCE REPORT

## 1. THE COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE

Good Governance practices stem from the culture and the mindset of the organization. The Company believes that good governance is an essential element of business, which helps the Company to be a responsible corporate citizen and fulfill its responsibilities to all its stakeholders.

The Company seeks to achieve its goal by being transparent in its business dealings, being fair and independent in its decision making, by disclosure of all relevant information in an easily understood manner, and by being fair to all stakeholders and by ensuring that the Company's activities are managed by a professionally competent Board of Directors.

The Company believes that good Corporate Governance is a continuous process and strives to improve the Corporate Governance practices to meet shareholder's expectations. It is an upward-moving target that the Company collectively strives towards achieving.

The Company discloses information regarding its financial position, performance and other vital matters with transparency, fairness and accountability on a timely basis. This report is prepared with adherence to the provisions of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (hereinafter referred to as 'Listing Regulations') and the report comprehends all the requirements under

Regulations 17 to 27 read with Para C and D of Schedule V and clauses (b) to (i) of sub-regulation (2) of Regulation 46 of the Listing Regulations as applicable.

## 2. BOARD OF DIRECTORS

The Company's Board of Directors provides entrepreneurial leadership to the Group and strategic direction to the management. The Company's policy is to maintain an optimum combination of Executive, Non-Executive and Independent Directors as we believe that an active, well-informed, diversified and independent board is necessary to ensure the highest standards of corporate governance.

The composition of the Board represents an optimal mix of professionalism, knowledge and experience and enables the Board to discharge its responsibilities and provide effective leadership to the business.

As on 31st March 2022, the Board consists of 6 (Six) Directors comprising 3 (Three) Non-Executive Independent Directors, 1 (One) Non-Executive Director and 2 (Two) Executive Directors including woman directors. All the Directors are well qualified professionals in their respective arenas. None of the Independent Directors are more than 75 years of age. The composition of Board is in conformity with Regulation 17(1) of Listing Regulations and the Companies Act, 2013 ('the Act'). The profiles of Directors can be accessed on the Company's website at

[www.rsdfinancelimited.com/companyprofile](http://www.rsdfinancelimited.com/companyprofile)

## Classification of the Board



Executive Directors	33.33%
Non-Executive Directors	16.67%
Independent Directors	50.00%

Category of Director	No. of Directors	% of total No. of Directors
Executive Directors	2	33.33%
Non-Executive, Independent Directors	3	50.00%
Non-Executive, Non - Independent Directors	1	16.67%
<b>Total</b>	<b>6</b>	<b>100%</b>

### 3. NUMBER OF BOARD MEETINGS

Minimum four Board meetings are held every year. Additional meetings are held to address specific needs of the Company. In case of any exigency/ emergency, resolutions are passed by circulation. During the financial year 2021-22 the Board of Directors met 5 (Five) times during the year under review on June, 28, 2021, August 14, 2021, November 13, 2021, February 14, 2022 and March 25, 2022. The requisite quorum was present for all the Meetings.

The Board meetings were held in such a manner that the maximum time gap between any two meetings was not more than 120 (one hundred and twenty) days. All material information was circulated to the directors before the meeting or placed at the meeting, including minimum information required to be made available to the Board as prescribed under Regulation 17 of the Listing Regulations and secretarial standards. The requisite quorum was present at all the meetings.

### 4. DIRECTORS ATTENDANCE RECORD AND THEIR OTHER DIRECTORSHIPS/ COMMITTEE MEMBERSHIPS

Every Director on Board notifies the Company on an annual basis about the Board and the committee positions which he/she occupies in other Companies and constantly updates any changes therein. The number of Directorship, Committee Membership(s)/ Chairmanship(s) of all the Directors is within respective limits prescribed under the Act and the Listing Regulations.

Mr. Rajeev Singh Dugal, Managing Director, Mrs. Kawaljeet Kaur Dugal, Non-Executive Director and Ms. Upneet Dugal, Executive Director of the Company are not Independent Directors of any other listed company and none of our IDs serve as Non-Independent Director of any company on the board of which any of our Non-Independent Director is an ID. The details of each member of the Board as on 31st March, 2022 are given below:

Name of Director	Category	Attendance particulars		
		Number of Board Meetings		Last AGM Held on 28.09.2021
		Held	Attended	
<b>Mr. Rajeev Singh Dugal</b>	Managing Director	05	05	Yes
<b>Mr. Sushil Kumar Khowala</b>	Independent Director	05	03	Yes
<b>Ms. Upneet Dugal</b>	Executive Director	05	02	Yes
<b>Mrs. Kawaljeet Kaur Dugal</b>	Non - Executive Director	05	03	Yes
<b>Mr. Harsh Kumar Pandey</b>	Independent Director	05	02	Yes
<b>Mr. Sukant Bari</b>	Independent Director	05	04	No

The relation of Directors inter se with each other, names and the number of directorships and committee Chairmanships/ Memberships held by them in other public limited companies as on March 31, 2022, is given below

Director	Relation with other Directors	Directorship held in other Indian Public Limited Companies (As on March 31, 2022)	No. of directorships and Committee Memberships/ Committee Chairmanships/ Chairmanships of public limited companies excluding RSD Finance Limited		
			Directorship	Committee Membership	Committee Chairmanship/ Chairpersonship
Mr. Rajeev Singh Dugal	<ul style="list-style-type: none"> <li>Spouse of Mrs. Kawaljeet Kaur Dugal</li> <li>Father of Ms. Upneet Dugal</li> </ul>	Listed Companies: NIL Other Companies: 1. SRP Oil Pvt Ltd 2. Precision Automotive Pvt Ltd	2	Nil	Nil
Ms. Upneet Dugal	<ul style="list-style-type: none"> <li>Daughter of Mr. Rajeev Singh Dugal and Mrs. Kawaljeet Kaur Dugal</li> </ul>	Listed Companies: NIL Other Companies: NIL	Nil	Nil	Nil
Mrs. Kawaljeet Kaur Dugal	<ul style="list-style-type: none"> <li>Spouse of Mr. Rajeev Singh Dugal</li> <li>Mother of Ms. Upneet Dugal</li> </ul>	Listed Companies: NIL Other Companies: 1. SRP Oil Pvt Ltd 2. Precision Automotive Pvt Ltd	2	Nil	Nil
Mr. Sushil Kumar Khowala	-	Listed companies: NIL Other companies: 1. Srp Oil Pvt Ltd 2. Precision Automotive Pvt Ltd 3. GRIC Consultancy India Ltd	3	Nil	Nil
Mr. Harsh Kumar Pandey	-	Listed Companies: NIL Other Companies: NIL	Nil	Nil	Nil
Mr. Sukant Bari	-	Listed Companies: NIL Other Companies: NIL	Nil	Nil	Nil

**Notes:**

- I. Other Directorships excludes Directorships in Private Limited Companies, Foreign Companies, Alternate Directorships and Companies registered under Section 8 of the Companies Act, 2013, also **excluding in RSD Finance Limited.**
- II. As per Regulation 26 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 Membership and Chairmanship of Audit Committee and Stakeholders Relationship Committee are only considered, **excluding in RSD Finance Limited.**
- III. **None** of the Directors hold directorship in **any other listed Company.**
- IV. None of the Directors is a member of more than 10 (Ten) Committees or a Chairman of more than 5 (Five) Committees as specified in Regulation 26 (1)(b) of SEBI Listing regulations across all the Companies in which he/she is a Director.
- V. As mandated by Regulation 17A of Listing Regulations, no Director of the Company serves as Director in more than 7 (seven) listed companies, as an Independent Director in more than 7 (seven) listed companies and in case he/she is serving as a Whole Time Director/ Managing Director in any listed company, does not hold the position of Independent Director in more than three listed companies.
- VI. The Executive Directors of the Company, Mr. Rajeev Singh Dugal, Ms. Upneet Dugal and Non-Executive Director, Mrs. Kawaljeet Kaur

Dugal are related to each other in terms of the definition of relative as per Section 2(77) of the Companies Act, 2013. Declarations in this regard have been received by the Company. None of the other Directors on the Board are related to each other.

- VII. As per the declarations received by the Company from each of the Directors, none of them are disqualified under Section 164(2) of the Companies Act, 2013.
- VIII. The Board regularly reviews the declaration made by the Managing Director and Executives of the Company regarding compliance with all laws applicable to the Company on a quarterly basis.

**5. INDEPENDENT DIRECTORS**

The Company has received declarations from the Independent Directors that they meet the criteria of Independence laid down under the Act and the Listing Regulations. The Independent Directors have also confirmed that they have registered themselves in the databank of persons offering to become Independent Directors.

The Board of Directors, based on the declaration(s) received from the Independent Directors, have verified the veracity of such disclosures and confirm that the Independent Directors fulfill the conditions of independence specified in the Listing Regulations and the Act and are independent of the Management of the Company.

The Policy for appointment and removal of Directors and determining Directors' independence is available on our website at [www.rsdfinancelimited.com](http://www.rsdfinancelimited.com)



## 6. CORE SKILLS/EXPERTISE/COMPETENCIES OF THE BOARD OF DIRECTORS OF THE COMPANY

Based on the recommendations of the Nomination and Remuneration Committee, a matrix setting out the core skills/ expertise/ competencies identified by the Board of

Directors in the context of the Company's business and sector(s) as required for its effective functioning and those actually available with the Board is given below.

Further, the brief profiles of Directors are also available on the website of the Company.

INDUSTRY KNOWLEDGE & EXPERIENCE	MR. RAJEEV SINGH DUGAL	MS. UPNEET DUGAL	MR. SUSHIL KUMAR KHOWALA	MRS. KAWALJEET KAUR DUGAL	MR. HARSH KUMAR PANDEY	MR. SUKANT BARI
Business Experience	√	-	√	√	√	-
Financial Expertise	√	-	√	-	-	√
Understanding the laws, rules regulations & policies	√	√	√	-	√	√
Experience in policy shaping & industry promotion	√	-	√	√	-	-
Managerial & entrepreneur skills	√	√	√	√	√	√
Leadership skills	√	√	√	√	-	-
Legal & Corporate Governance	√	-	√	-	√	√

## 7. MAXIMUM TENURE OF INDEPENDENT DIRECTORS

In accordance with Section 149(11) of the Companies Act, 2013, the current tenure of Independent Directors of the Company is for a term of 5 consecutive years.

## 8. SEPARATE MEETING OF INDEPENDENT DIRECTORS

The Company's Independent Directors met on 26th March, 2022. The meeting was held without the presence of the Executive Directors or any management personnel in compliance with the Code for Independent Directors as stipulated under Schedule IV of the Companies

Act, 2013 and Regulation 25(3) of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015.

At the meeting, the Independent Directors inter-alia reviewed the performance of Non-Independent Directors and the Board as a whole, assessed the quality, quantity and timeliness of flow of information between the Management and the Board and its Committees that is necessary for the Board to effectively and reasonably perform and discharge its duties.

All the Independent Directors of the Company attended the Meeting. The Independent Directors expressed their satisfaction to the desired level on the governance of the Board.

## 9. FAMILIARISATION PROGRAMME FOR INDEPENDENT DIRECTORS

All Directors, including Independent Directors, on induction are apprised of the nature of industry, the business model of the Company, the roles, rights, responsibilities in terms of Companies Act, SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 and relevant Acts, Rules and Regulations and are provided with necessary documents, reports and policies.

At the time of appointing a Director, a formal letter of appointment is given to him/her, which inter-alia explains the roles, rights and responsibilities expected of a Director of the Company. The Director is also explained in detail about the compliances required from him/her under the Act, Listing Regulations, Code of Conduct for Board Members and Senior Management Personnel, Prohibition of Insider Trading Code, RBI directions and other relevant regulations.

With a view to familiarise him/her with the Company's operations, the Managing Director has a personal discussion with the newly appointed Director.

Periodic presentations are made at the Board and Committee meetings on the business and financial performance of the Company, updates on compliances, regulatory scenario, regulatory changes which affect/ concern the Company, Company policies, internal controls, investor relations etc.

The Directors are given full opportunity to interact with senior management personnel and are provided with all the documents required and/or sought by them to have a good understanding of the Company, its business model and various operations and the industry it is a part.

Details of the familiarisation programmes have been disclosed on the website of the Company at

<http://www.rsdfinancelimited.com/investorrelations/codes/Policies> (Path)

## 10. TERMS AND CONDITIONS OF APPOINTMENT OF INDEPENDENT DIRECTORS

The Independent Directors of the Company have been appointed in terms of the requirements of the Act and the SEBI (LODR) Regulations, 2015. Formal letters of appointment have been issued to the Independent Directors and the terms and conditions of appointment of Independent Directors have been disclosed on the website of the Company-

<http://www.rsdfinancelimited.com/investorrelations/codes/Policies> (Path)

## 11. DETAILS OF SHARES HELD BY NON- EXECUTIVE DIRECTORS OF THE COMPANY AS ON MARCH 31, 2022

Name of the Director	Number of Shares held
Mr. Harsh Kumar Pandey	Nil
Mr. Sushil Kumar Khowala	36,000
Mr. Sukant Bari	Nil
Mrs. Kawaljeet Kaur Dugal	Nil

## 12. BOARD PROCEDURE

The Company adheres to the provisions of the Act, Secretarial Standards and Listing Regulations with respect to convening and holding the meetings of the Board of Directors and its Committees. The Board meets at regular intervals. The Board Meetings (including

Committee Meetings) of the Company are scheduled in advance to facilitate the Directors to plan their schedule and to ensure meaningful participation in the meetings. However, in case of a special and urgent business need, the Board's approval is taken by passing resolution(s) by circulation, as permitted by law, which is noted in the subsequent Board Meeting.

The Meetings of the Company are governed by a structured agenda. The Company Secretary in consultation with the Managing Director finalizes the agenda of the Board meetings. All major agenda items, backed up by relevant and comprehensive background information, are sent at least seven days before the date of the Board and Committee Meetings, except for the meetings called at a shorter notice, if any, in accordance with the provisions of the Companies Act, 2013 and the Secretarial Standard on Meetings of Board of Directors (SS-1) issued by the Institute of Company Secretaries of India. In special and exceptional circumstances, consideration of additional or supplementary items is taken up with the approval of the Chair and majority of the Independent Directors.

Senior management personnel are invited from time to time to the Board meetings to make presentations on relevant issues or provide necessary insights into the operations/ working of the Company and corporate strategies.

The Board reviews periodical compliances of all applicable laws, rules and regulations and the statements submitted by the Management. The members of the Board have full freedom to express their opinion in the Board and decisions are taken after detailed deliberations.

In addition to the above, pursuant to Regulation 24 of the Listing Regulations, the minutes of the Board Meetings of the

subsidiary companies and a statement of all significant transactions and arrangements entered into by the unlisted subsidiary companies are also placed before the Board. The Chairman of various Board Committees brief the Board on all the important matters discussed and decided at their respective Committee Meetings.

The draft Minutes of the proceedings of the Meetings of the Board/Committee(s) are circulated to all the Members of the Board or the Committee for their perusal within the stipulated time prescribed by Secretarial Standard on Meeting of the Board of Directors. Comments, if any, received from the Directors are incorporated in the Minutes in consultation with the Managing Director. The Minutes are approved by the Members of the Board/Committee(s) prior to the next Meeting. The signed Minutes are circulated to all the Members of the Board or the Committee within the stipulated time prescribed by Secretarial Standard on Meeting of the Board of Directors.

### **13. COMMITTEES OF THE BOARD:**

The Board Committees play a crucial role in the governance structure of the Company and have been constituted as per the requirement of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The Committees constituted by the Board focus on specific areas and take informed decisions within the framework of delegated authority, and make specific recommendations to the Board on matters within their areas or purview. The decisions and recommendations of the Committees are placed before the Board for information or for approval, as required.

Your Company has five Board level Committees

- Audit Committee;
- Nomination and Remuneration Committee;
- Stakeholders Relationship Committee;

- Corporate Social Responsibility Committee;
- Risk Management Committee.

The composition and functioning of these Committees is in compliance with the applicable provisions of the Companies Act, 2013 and Listing Regulations.

During the year under review, all recommendations received from its Committees were accepted by the Board. Details on the role and composition of these Committees, including the number of meetings held during the financial year and the related attendance, are provided below:

## A. AUDIT COMMITTEE

### i. Composition of Audit Committee:

The Audit Committee of the Company has been constituted in terms of Section 177 of the Companies Act, 2013 and Regulation 18 read with Part C of the Schedule II of the SEBI (Listing

Obligation and Disclosure Requirements) Regulations, 2015. The Audit Committee inter-alia monitors and provides effective supervision of financial reporting process and ensures that financial statement is accurate, sufficient and credible. The Committee oversees and reviews the reports of various auditors of the Company and access the quality of financial reporting in the Company.

The Audit Committee comprises of three directors. Two-thirds of the members of audit committee are Independent Directors. The Chairman of the Committee is an Independent director. All members of the Committee are financially literate. Audit Committee met 5 (five) times during the year under review i.e., on June 28, 2021, August 14, 2021, November 13, 2021, February 14, 2022 and March 24, 2022 and the time gap between two meetings were less than one hundred and twenty days as specified under Regulation 18 of the Listing Regulations.

**The Composition of Committee along with the details of the meetings held and attended by the members, are as follows:**

Name of the Member	Position	Category	No. of meeting held	No. of meeting attended
Mr. Sushil Kumar Khowala	Chairman	Independent Director	5	5
Mr. Rajeev Singh Dugal	Member	Executive Director	5	5
Mr. Harsh Kumar Pandey	Member	Independent Director	5	5

All the members of the committee possess sound knowledge of accounts, audit and are financial management expertise. The audit committee met prior to the finalization of the accounts for the year ended 31st March, 2022.

The Chief Financial Officer, the Internal Auditor and the Statutory Auditors are invitees to the Audit Committee Meetings and the Company

Secretary acts as the Secretary to the Audit Committee.

Minutes of the Audit Committee meetings are placed before the meeting of the Board of Directors. All the recommendations of the Audit Committee have been accepted by the Board of Directors.

The chairman of the Audit Committee, Mr. Sushil Kumar Khowala was present in the last Annual general Meeting held on 28 September, 2021 to answer the shareholders' queries.

## ii. Terms of Reference:

The terms of reference, role and scope of the Audit Committee are in line with Section 177 of the Companies Act, 2013 and Regulation 18 read with Part C of Schedule II of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, including any amendments thereof, which inter alia include:

The broad terms of reference of the audit committee, inter alia, includes the following.

- a. Oversight of the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statements are correct, sufficient and credible;
- b. Recommendation for appointment, reappointment and replacement, remuneration and terms of appointment of auditors, including the internal auditor, cost auditor and statutory auditor, of the Company and the fixation of audit fee;
- c. Approval for all payments to the statutory auditors for any other services rendered by them;
- d. Review with the management, the annual financial statements and auditors report thereon before submission to the Board for its approval, with particular reference to
  - i. Matters required to be included in the directors' responsibility statement forming part of the board's report in terms of clause (c) of subsection 3 of section 134 of the Act;
  - ii. Changes, if any, in accounting policies and practices and reasons for the same;
  - iii. Major accounting entries involving estimates based on the exercise of judgment by management;
  - iv. Significant adjustments, if any, made in the financial statements arising out of audit findings;
  - v. Compliance with listing and other legal requirements relating to financial statements;
  - vi. Disclosure of all related party transactions;
  - vii. Modified opinion(s), if any, in the draft audit report.
- e. Review with the management, the quarterly financial statements before submission to the board for its approval;
- f. Review with the management a statement of uses/application of funds raised through an issue, the statement of funds utilised for purposes other than those stated in the offer document/ prospectus/notice and the report submitted by the agency monitoring the utilisation of proceeds of a public or right issue and making appropriate recommendations to the board to take steps in this matter;
- g. Review and monitor the auditor's independence and performance, and effectiveness of audit process;
- h. Approval or any subsequent modification of transactions of the company with its related parties;
- i. Scrutiny of inter-corporate loans and investments;

- j. Valuation of undertakings or assets of the company, wherever it is necessary;
- k. Evaluation of internal financial controls and risk management systems;
- l. Review with the management, performance of statutory and internal auditors, adequacy of the internal control systems;
- m. Review the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit;
- n. Discussion with internal auditors of any significant findings and follow up thereon;
- o. Review the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board;
- p. Discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern;
- q. Look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors;
- r. Review the functioning of the Whistle Blower mechanism;
- s. Approve appointment of the chief financial officer;
- t. Review of utilization of loans and/or advances from/ investment by the holding company in the subsidiary exceeding Rs. 100 Crore or 10% of the asset size of the subsidiary, whichever is lower including existing loans / advances / investments;
- u. Review of compliances with SEBI (Prevention of Insider Trading) Amended Regulations, 2018 and to verify that the systems for internal control are adequate and are operating effectively, at least once in a financial year;
- v. Consider and comment on rationale, cost-benefits and impact of schemes involving merger, demerger, amalgamation, etc., on the Company and its shareholders;
- w. Granting approval / omnibus approval for transaction(s) with related parties, subject to conditions as may be prescribed under the Policy on Related Party Transaction of the Company or any other applicable laws, regulations, guidelines or any subsequent modification in the transactions thereof;
- x. Review of:
  - i. Management Discussion and Analysis of financial condition and results of operations;
  - ii. Statement of significant related party transactions (as defined by the audit committee), submitted by management;
  - iii. Management letters/letters of internal control weaknesses issued by the statutory auditors;
  - iv. Internal audit reports relating to internal control weaknesses;
  - iv. Appointment, removal and terms of remuneration of the Chief Internal Auditor shall be subject to review by the audit committee;

- vi. To review the financial statements, in particular, the investments made by any unlisted subsidiary; and
- y. Carrying out any other terms of reference as may be decided by the Board or specified/ provided under the Companies Act 2013 or the SEBI Listing Regulations or by any other regulatory authority.

### Reporting:

- The Secretary shall circulate the minutes of the meetings of the Committee to all members of the Committee and the Chairman of the Committee shall, at a minimum attend the Board meeting at which the accounts are approved.
- The Audit Committee shall annually review its terms of reference and its own effectiveness and recommend to the Board any necessary changes.
- If the Board does not accept the audit committee recommendation the same shall be disclosed in the Board's report along with the reasons therefore.
- The Audit Committee Chairman shall attend the AGM and shall answer questions, through the Chairman of the Board, on the Audit Committee's activities and its responsibilities.

**The Composition of NRC with the details of the meetings held and attended by the members, are as follows:**

Name of the Director	Category	Position	No. of meeting held	No. of meeting attended
Mr. Sushil Kumar Khowala	Independent Director	Member	3	1
Mr. Harsh Kumar Pandey	Independent Director	Chairman	3	2
Mr. Sukant Bari	Independent Director	Member	3	3

## B. NOMINATION & REMUNERATION COMMITTEE (NRC):

### i. Composition of Nomination & Remuneration Committee:

The Nomination and Remuneration Committee has been constituted in terms of Regulation 19(4) read with Part D of Schedule II of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 and Section 178 of the Companies Act, 2013 and the rules framed thereunder. The Committee oversees the Company's nomination and appointment and determination of remuneration process of Directors and Senior Management Personnel of the Company including the Key Managerial Personnel. The Company also has in place a succession plan for orderly succession of the directors and personnel of the Company. The Company ensures that all appointments in the Company, including successions are strictly based on seniority, expertise and experience.

As on 31st March, 2022, the Company's Nomination and Remuneration Committee comprised of 3 (three) Non- Executive Directors with all being Independent Directors. During the year ended 31st March, 2022, the Nomination & Remuneration committee met 3 (three) times on August 13, 2021, February 12, 2022 and March 24, 2022.

Mr. Harsh Kumar Pandey, Chairman of the Nomination and Remuneration Committee, was present at the Annual General Meeting of the Company held on 28 September, 2021 to answer the shareholders' queries.

The Company Secretary of the Company acts as the Secretary to the Committee.

During the year under review, all the recommendations made by the Nomination and Remuneration Committee were accepted by the Board.

Minutes of the NRC meetings are placed before the meeting of the Board of Directors immediately following the NRC meeting.

## ii. Terms of Reference:

The terms of reference of the Nomination and Remuneration Committee are in line with Regulation 19(4) read with Part D of Schedule II of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 and Section 178 of the Companies Act, 2013 and the rules framed thereunder, including any amendments thereof, which inter-alia includes:

- a) To formulate a criteria for determining qualifications, positive attributes and independence of a director and recommending to the Board a policy relating to the remuneration for the directors, key managerial personnel and other employees;

The Nomination and Remuneration Committee, while formulating the above policy, should ensure that:

- o the level and composition of remuneration be reasonable and sufficient to attract, retain and motivate

Directors of the quality required to run our Company successfully;

- o relationship of remuneration to performance is clear and meets appropriate performance benchmarks; and
  - o Remuneration to Directors, key managerial personnel and senior management involves a balance between fixed and incentive pay reflecting short and long-term performance objectives appropriate to the working of the Company and its goals.
- b) For every appointment of an independent director, the Nomination and Remuneration Committee shall evaluate the balance of skills, knowledge and experience on the Board and on the basis of such evaluation, prepare a description of the role and capabilities required of an independent director. The person recommended to the Board for appointment as an independent director shall have the capabilities identified in such description. For the purpose of identifying suitable candidates, the Committee may:
    - o use the services of an external agencies, if required;
    - o consider candidates from a wide range of backgrounds, having due regard to diversity; and
    - o consider the time commitments of the candidates
  - c) To formulate a criteria for evaluation of Independent Directors and the Board;



- d) To devise a policy on diversity of Board of Directors;
- e) To review and recommend remuneration of Managing Directors/ Whole time directors based on their performance and defined assessment criteria.
- f) To identify persons who are qualified to become directors and who may be appointed in senior management and recommend their appointment and / or removal to the Board of Directors of the Company;
- g) Determine whether to extend or continue the term of appointment of the Independent Director, on the basis of the report of performance evaluation of Independent Directors
- h) To recommend to the board, all remuneration, in whatever form, payable to senior management.
- i) Other matters as set out in Section 178 of the Companies Act, 2013 and the rules made thereunder and under Part D of Schedule II read with Regulation 19(4) of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 and referred to it by the Board of Directors.

### **PERFORMANCE EVALUATION OF THE BOARD, ITS COMMITTEES AND INDIVIDUAL DIRECTORS, INCLUDING INDEPENDENT DIRECTORS**

Pursuant to the provisions of Section 178 of the Companies Act, 2013 and Regulation 17 of the SEBI Listing Regulations, the Board has carried out an annual evaluation of its own

performance and the performance of individual Directors, as well as evaluation of the Committees of the Board.

The performance evaluation of the Board and its committees was conducted on the basis of a structured questionnaire which was prepared taking into consideration various aspects such as adequacy of the constitution and composition of the Board, establishment and delineation of responsibilities to various Committees, attendance and contribution at Board/ Committee Meetings, processes followed at the meeting, effectiveness of Board.

The performance of the Managing Director was evaluated on certain additional parameters depending upon their roles and responsibilities. The evaluation included points on key aspects of his role, including setting the strategic agenda of the Board Meetings, encouraging active engagement by all Board members and motivating and providing guidance to the Management, achievement of business target.

The Independent Directors had met separately on 26th March, 2022 without the presence of Executive Directors and the members of management and discussed, inter-alia, the performance of Non-Independent Directors and Board as a whole.

The performance evaluation of all the Independent Directors have been done by the entire Board, excluding the Director being evaluated. On the basis of performance evaluation done it is determined whether to extend or continue the term of appointment, whenever the respective term expires.

Further, the Board of Directors has expressed its satisfaction on functioning and performance of the Board and Committees and the performance of all the directors. They expressed their

satisfaction with the evaluation process.

### iii. Remuneration to directors:

The Company's remuneration strategy is market-driven and aims at attracting and retaining high caliber talent. The strategy is in consonance with the existing industry practice and is directed towards rewarding performance, based on review of achievements, on a periodical basis.

In accordance with the relevant provisions of Companies Act, 2013 and the Listing Regulations, the Nomination and Remuneration Committee (NRC) has formulated the criteria for determining qualification, positive attributes and independence of Directors and has recommended to the Board a policy relating to the remuneration of the Directors, Key Managerial Personnel and Senior Management.

The salient features of the Nomination & Remuneration Policy is provided in the Board's Report and the detailed policy is available on the Company's website at <http://www.rsdfinancelimited.com/pdf/d833004a-9a3a-4aaf-a512-9a818e55e360.pdf>

#### **Details of remuneration paid to Executive Directors during the FY ended March 31, 2022 are furnished hereunder:**

The appointment and remuneration of Executive Directors are governed by the Articles of Association of the Company and the resolutions passed by the shareholders of the Company. The remuneration paid to Executive Directors is determined keeping in view the industry benchmarks, the performance of the Director, the performance of the Company and upon the recommendation of Nomination &

Remuneration committee.

Annual increments are linked to performance and are decided by the Nomination and Remuneration Committee and recommended to the Board for approval thereof.

The remuneration policy is directed towards rewarding performance, based on review of achievements. It is aimed at attracting and retaining high caliber talent.

Details of remuneration paid to Executive Directors during the year 2021-2022 are given below:

<b>Name of the Director</b>	<b>Remuneration (Rs. In hundred)</b>
Mr. Rajeev Singh Dugal	12,000.00
Ms. Upneet Dugal	22,200.00

Presently, the Company does not have a stock options scheme and did not give any performance linked annual increments for its Directors.

#### **Details of remuneration paid to Independent Directors during the FY ended March 31, 2022 are furnished hereunder:**

The Company is being benefited from the expertise and advice provided by the Independent Directors. They give their valuable advice, suggestion and guidance to the management of the Company from time to time. The Independent Directors are paid remuneration by way of Sitting Fees. The Independent Directors were paid Rs. 2,000 (Rupees two thousand only) as sitting fees for each Meeting of the Board or Committee of

Directors attended by them. The total amount of sitting fees paid during the Financial Year 2021-22 was Rs. 60,000/- . No sitting fees are paid to Non-Independent Directors. The Company has not paid any commission to Independent Directors for the year under review.

**Details of the Sitting fees paid are as under:**

Name of the Director	Sitting Fee (Rs. In hundred)
Mr. Sushil Kumar Khowala	240.00
Mr. Harsh Kumar Pandey	200.00
Mr. Sukant Bari	160.00

Apart from receiving sitting fee for attending meetings, none of the Independent Directors had any pecuniary relationship or transaction with the Company during the financial year 2021-22. Criteria of making payment to Non-executive/ Independent director is also available on the Company's website at

[www.rsdfinancelimited.com](http://www.rsdfinancelimited.com)

**Remuneration paid by Subsidiaries of the Companies:**

None of the Independent Directors have received or were entitled to receive any remuneration (apart from sitting fees) or commission from any of subsidiary company of the Company in FY 2021-22.

The following Directors of the Company have received the following remuneration from Precision Automotive Private Limited, a wholly-owned subsidiary Company and SRP Oil Pvt. Ltd., subsidiary of the Company:

(Rs. In hundred)

Name of Director	Name of the Subsidiary	Amount received
Rajeev Singh Dugal	SRP Oil Pvt Limited	1,000.00
Rajeev Singh Dugal	Sigma HTS LLP	24,000.00
Kawaljeet Kaur Dugal	SRP Oil Pvt Limited	9,000.00
Kawaljeet Kaur Dugal	Precision Automotive Pvt Limited	6,000.00

**C. THE STAKEHOLDERS' RELATIONSHIP COMMITTEE (SRC):**

**i. Composition of Stakeholders Relationship Committee:**

The Stakeholders Relationship Committee has been constituted in terms of Section 178 of the Companies Act, 2013, Regulation 20 read with Part D of Schedule II of the SEBI (Listing Obligations and Disclosure Requirement) Regulations, 2015 and the rules framed thereunder. The primary objective of Stakeholders Relationship Committee is to consider and resolve the grievances of stakeholders including complaints relating to non-receipt of annual report, transfer or transmission of securities, non-receipt of dividend/interest, issuance of share certificates etc.

As on 31<sup>st</sup> March, 2022, the composition of the Stakeholders Relationship Committee is in conformity with the requirements of Section 178 of the Companies Act, 2013 and Regulation 20 of the Listing Regulations. The Committee comprised of 2 (two) Non-Executive Independent Directors. The Company Secretary of the Company acts as the Secretary to the Stakeholder's Relationship Committee. The

Committee held one meeting during the year on 30th March, 2022.

The composition and attendance of committee meetings during the year, is as under:

Name of the Director	Category	Position	No. of meeting held	No. of meeting attended
Mr. Sushil Kumar Khowala	Independent Director	Chairman	1	1
Mr. Rajeev Singh Dugal	Executive Director	Member	1	1
Mr. Harsh Kumar Pandey	Independent Director	Member	1	0

Ms. Puja Choudhary is designated as the Company Secretary and Compliance Officer of the Company.

Mr. Sushil Kumar Khowala, Chairman of the Stakeholders Relationship Committee, was present at the Annual General Meeting of the Company held on 28 September, 2021 to answer members' queries.

## ii. Terms of Reference:

The Committee's constitution and terms of reference are in compliance with the provisions of Section 178 of the Companies Act, 2013,

Regulation 20 read with Part D of Schedule II of the SEBI (Listing Obligations and Disclosure Requirement) Regulations, 2015 and the rules framed thereunder, including any amendments thereof, which inter-alia includes:

- a) Resolving the grievances of the security holders of the listed entity including complaints related to transfer/ transmission of shares, non-receipt of annual report, non-receipt of declared dividends, issue of new/duplicate certificates, general meetings etc.;

- b) Review of measures taken for effective exercise of voting rights by shareholders;
- c) overseeing and re-materialization, consolidation of shares, etc.;
- d) Review of adherence to the service standards adopted by the listed entity in respect of various services being rendered by the Registrar & Share Transfer Agent;
- e) Review of the various measures and initiatives taken by the listed entity for reducing the quantum of unclaimed dividends and ensuring timely receipt of dividend warrants/ annual reports/ statutory notices by the shareholders of the company.

The Company Secretary of the Company and the Registrar and Share Transfer Agent, S.K. Infosolutions Private Limited attend to all grievances of the shareholders.

The Minutes of the Stakeholders Relationship Committee Meetings are circulated to the Board and noted by the Board of Directors at the Board Meetings.

Continuous efforts are made to ensure that grievances are more expeditiously redressed to the complete satisfaction of the investors. Shareholders are requested to furnish their updated telephone numbers and e-mail addresses to facilitate prompt action.

The details of the complaints received during the FY 2021-22 and the status of the same are as below:

- a) Number of pending complaints as on 01.04.2021 – Nil
- b) Number of complaints received during the year – 0
- c) Number of complaints disposed of during the year – 0
- d) Number of complaints not solved to the satisfaction of the shareholders during the year – Nil
- e) Number of complaints pending as at 31.03.2022 – Nil

The Company has acted upon all valid requests for share transfer received during 2021-22 and no such transfer is pending.

The Company obtains certificate from a Company Secretary in Practice confirming the issue of certificates for transfer, sub-division, and consolidation etc. and submits a copy thereof to the Stock Exchanges in terms of Regulation 40(9) of the Listing Regulations.

Further, the Compliance Certificate under Regulation 7(3) of the Listing Regulations, confirming that all activities in relation to both physical and electronic share transfer facility are maintained by Registrar and Share Transfer Agent is also submitted to the Stock Exchanges on a half yearly basis.

## **D. CORPORATE SOCIAL RESPONSIBILITY**

### **i. Composition of Stakeholders Relationship Committee:**

Pursuant to the provisions of section 135 of the Companies Act, 2013 the Company has constituted a Corporate Social Responsibility Committee for the purpose of formulating and recommending a Corporate Social Responsibility Policy to the Board and indicating activities to be undertaken by the Company as per Schedule VII of the Companies Act, 2013, recommending the budget and monitoring the activities.

As on 31st March, 2022, the Corporate Social Responsibility Committee comprises of two Executive Directors, one Non - Executive Non – Independent Director and one Independent Director. The Company Secretary of the Company acts as the Secretary to the committee. The Committee held two meeting during the year i.e. August 14, 2021 and February 14, 2022. The composition and attendance of members during the year, is as under:

Name of the Director	Category	Position	No. of meeting held	No. of meeting attended
Mr. Rajeev Singh Dugal	Managing Director	Chairman	2	2
Ms. Upneet Dugal	Executive Director	Member	2	1
Mr. Sushil Kumar Khowala	Independent Director	Member	2	1
Mrs. Kawaljeet Kaur Dugal*	Non - Executive Director	Member	1	1

\*Mrs. Kawaljeet Kaur Dugal was added as a member of the Committee w.e.f November 13, 2021.

The CSR Policy of the Company is displayed on the website of the Company at the web-link: [www.rsdfinancelimited.com/policies\(path\)](http://www.rsdfinancelimited.com/policies(path))

#### ii. Terms of Reference:

The Committee's constitution and terms of reference are in compliance with the provisions of Section 135 of the Companies Act, 2013 read with rules issued thereunder.

- To review the existing CSR Policy and to make it more comprehensive so as to indicate the activities to be undertaken by the Company as specified in Schedule VII of the Companies Act, 2013;
- To provide guidance on various CSR activities to be undertaken by the Company and to monitor process; and
- Recommend the amount of expenditure to be incurred on the activities as above.

#### E. THE RISK MANAGEMENT COMMITTEE:

##### i. Composition of Risk Management Committee:

Regulation 21 of the Listing Regulations provides that top 1000 listed entities determined on the market capitalisation as at the end of immediate previous financial year has to constitute a risk management committee in accordance with the Regulation. Your Company does not rank among the top 1000 listed entities as per market capitalisation by BSE as on 31st March, 2022.

Accordingly the requirement of constitution of risk management committee is not applicable on the Company.

However, the Company has a Risk Management Committee. The composition of the Committee is in conformity with the Listing Regulations, with majority of members being Directors of the Company. The Committee held one meeting during the year i.e. 25th March, 2022. The composition and attendance of members during the year, is as under:

Name of the Director	Category	Position	No. of meeting held	No. of meeting attended
Mr. Rajeev Singh Dugal	Managing Director	Chairman	1	1
Mr. Sushil Kumar Khowala	Independent Director	Member	1	1
Mr. Harsh Kumar Pandey	Independent Director	Member	1	0

## ii. Terms of Reference:

The roles and responsibilities of the Risk Management Committee are as prescribed under Regulation 21 of the Listing Regulations and includes monitoring and review of risk management plan and reporting the same to the Board of Directors periodically as it may deem fit, in addition to any other terms as may be referred by the Board of Directors, from time to time.

The Company has formulated and implemented a Risk Management Policy covering key aspects as provided under SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015.

## 14. SECRETARIAL AUDIT

Mr. Sital Prasad Swain, Company Secretary in practice, has conducted a Secretarial Audit of the Company for the year 2021-22. The Audit Report confirms that the Company has complied with the applicable provisions of the Act and the Rules made thereunder, the Securities and Exchange Board of India (Listing Obligations and

Disclosure Requirements) Regulations, 2015, applicable RBI Regulations, Listing Agreements with the Stock Exchanges, applicable SEBI Regulations and other laws applicable to the Company.

The Secretarial Audit Report forms part of the Board's Report.

## 15. RECONCILIATION OF SHARE CAPITAL AUDIT

In terms of Regulation 40(9) of the SEBI Listing Regulations, a certificate on half-yearly basis, have been issued by a Company Secretary in Practice with respect to due compliance of share transfer formalities by the Company.

The Company Secretary in Practice carried out a Reconciliation of Share Capital Audit to reconcile the total admitted capital with National Securities Depository Limited ('NSDL') and Central Depository Services (India) Limited ('CDSL') (collectively 'Depositories') and the total issued and listed capital. The Audit confirms that the total paid-up capital is in agreement with the aggregate of the total number of shares in physical form and in dematerialised form (held with Depositories).

The Report is disseminated to the Stock Exchanges on quarterly basis and is also available on our website [www.rsdfinancelimited.com](http://www.rsdfinancelimited.com) under 'Investor Relations' section.

## 16. ANNUAL SECRETARIAL COMPLIANCE REPORT

Pursuant to SEBI Circular dated 8th February, 2019, the Annual Secretarial Compliance Report for the financial year 2021-22 issued by Mr. Sital Prasad Swain, Company Secretaries in practice, confirming compliance with all applicable SEBI Regulations and Circulars/Guidelines issued thereunder, has been submitted to the Stock Exchanges within the due date.

## 17. SUBSIDIARIES

As on 31st March, 2022, the Company has the following three subsidiaries:

- 1) SRP Oil Private Limited (material unlisted subsidiary)
- 2) Precision Automotive Private Limited (wholly owned, material unlisted subsidiary)
- 3) Sigma HTS LLP (Subsidiary of Precision Automotive Pvt. Ltd.)

The Subsidiaries of the Company function independently, with an adequately empowered Board of Directors and sufficient resources. The Financial Statements of the subsidiary Companies are reviewed by the Audit Committee. Minutes of the Board Meetings of the Company's subsidiary are placed before the Board of Directors of the Company regularly and the attention of the Directors is drawn to all significant transactions and arrangements entered into by them.

Regulation 24 of the Listing Regulations further stipulates that at least one Independent Director on the Board of Directors of the listed entity shall be a Director on the Board of Directors

of an unlisted material subsidiary. As per the provisions, Mr. Sushil Kumar Khowala, Independent Director has been appointed as an Independent Director on the Board of Precision Automotive Private Limited and SRP Oil Private Limited.

The Company has formulated a policy for determining its 'Material' Subsidiaries and the same is available on the website of the Company- [www.rsdfinancelimited.com](http://www.rsdfinancelimited.com)

## 18. GENERAL BODY MEETINGS

Details of the last three general body meetings held are given below:

### a) Locations and time of last 3 Annual General Meetings (AGMs) are given below:

Financial Year	Venue	Date & Time
2020-2021	Holding No. – 4, The Alcor Hotel, Ramdas Bhatta, Bistupur, Jamshedpur - 831001	11.00 AM, September 28, 2021
2019-2020	Holding No. – 4, The Alcor Hotel, Ramdas Bhatta, Bistupur, Jamshedpur - 831001	11.00 AM, December 29, 2020
2018-2019	Holding No. – 4, The Alcor Hotel, Ramdas Bhatta, Bistupur, Jamshedpur - 831001	10.30 AM, September 30, 2019



**b) Particulars of Special Resolutions passed in the last three AGMs are given below:**

2020-2021	NIL
2019-2020	Appointment of Mr. Rajeev Singh Dugal (DIN - 00052037) as the Managing Director of the Company for a term of five years.
2018-2019	Re-appointment of Mr. Malkeet Singh Saini as an Independent Director for a second term of 1 year. Payment of Managerial Remuneration under Section 197 of the Companies Act, 2013 and Regulation 17(6)(e) of the SEBI(LODR)(Amendment) Regulations, 2018

During FY2021-22, no Extra-ordinary General Meeting was held and no resolution was passed through postal ballot. None of the business proposed to be transacted at the ensuing AGM requires passing of a Special Resolution by way of Postal Ballot.

Postal Ballot whenever conducted will be carried out as per the procedure mentioned in Rule 22 of the Companies (Management and Administration) Rules, 2014, including any amendment thereof.

## 19. MEANS OF COMMUNICATION

**i. Financial results:** Prior intimation of the Board Meeting to consider and approve Unaudited / Audited Financial Results of the Company is given to the Stock Exchanges and also disseminated on the website of the Company. The Company's quarterly financial results are submitted to the stock exchanges within fortyfive

days from the end of the quarter and the audited annual results are announced within sixty days from the end of the financial year as required under the Listing Regulations.

**ii. Newspapers where in results normally published:**

The Company's Quarterly Unaudited/ Audited Results are published in prominent daily newspapers, viz. Morning India (English daily) and Sanmarg (vernacular newspaper) and are also posted on the Company's website [www.rsdfinancelimited.com](http://www.rsdfinancelimited.com).

**iii. Website:**

The Company's website ([www.rsdfinancelimited.com](http://www.rsdfinancelimited.com)) contains a separate dedicated section "Investor Relations" where shareholders' information is available. The Company's Annual Report is also available in a downloadable form. All official news releases and filings made to the Stock Exchanges are updated on the Company's website.

**iv. Presentations to institutional investors/ analysts:**

There were no presentations made to institutional investors or to the analysts during the year under review.

**v. Annual Report:**

The Annual Report containing, inter alia, Audited Standalone Financial Statement, Consolidated Financial Statement, Directors' Report (including Management Discussion & Analysis Report, Corporate Governance Report), Auditors' Report and other important

information is circulated to members and forwarded to the stock exchanges and also available in downloadable form on the Company's website and can be accessed at [www.rsdfinancelimited.com/investorrelations/annualreport](http://www.rsdfinancelimited.com/investorrelations/annualreport).

**vi. BSE Corporate Compliance & Listing Centre (the "Listing Centre"):**

BSE's Listing Centre is a web-based application designed for corporates. All price sensitive information and matters that are material to shareholders are disclosed to the respective Stock Exchanges where the securities of the Company are listed. All submissions to the Exchanges including periodical compliance filings are made through their respective electronic online filing systems. The same are also available on the Company's website.

**vii. SEBI Complaints Redress System (SCORES):**

The investor complaints are processed in a centralized web-based complaints redress system. The salient features of this system are – Centralised database of all complaints, online upload of Action Taken Reports (ATRs) by concerned companies and online viewing by investors of actions taken on the complaint and its current status.

During the year 0 complaint was received which has been closed.

**viii. Designated Exclusive email-id:**

The Company has designated [rsdfinance.ltd@gmail.com](mailto:rsdfinance.ltd@gmail.com) as an e-mail ID for the purpose of registering complaints/ queries/ requests by investors and the same is displayed on the Company's website.

In line with the "Green Initiative" undertaken by the Ministry of Corporate Affairs, the Company will be sending this year's Annual Report (including subsequent notices and communications, as permissible) through email to the shareholders who have registered their email address with the Company/ Depository. The Annual Reports of your Company are also available in the Investor Relations section of the Company's website.

**ix. Dematerialisation of shares:**

The Company's Shares are tradable compulsorily in electronic form. The International Securities Identification Number ('ISIN') allotted to the Company's Equity shares is INE616F01022.

## 20. GENERAL SHAREHOLDER INFORMATION

### i. Annual General Meeting :

Date : September 30, 2022  
 Day : Friday  
 Time : 11:00 AM  
 Venue : Professional - I, The Alcor Hotel, 2nd Floor, H. No – 4, Ramdas Bhatta, Bistupur, Jamshedpur, Purbi Singhbhum, Jharkhand -831001.

### ii. Corporate Identity Number

L17222JH1963PLC013316

### iii. Financial Calendar (tentative)

The Financial year is 1st April to 31st March every year and for the FY 2022-23, the financial results are proposed to be declared as per the following tentative schedule:

Particulars	Schedule
Financial results for the quarter ending June 30, 2022	on or before 14 <sup>th</sup> August, 2022
Financial results for the quarter ending September 30, 2022	on or before 14 <sup>th</sup> November, 2022
Financial results for the quarter ending December 31, 2022	on or before 14 <sup>th</sup> February, 2023
Financial results for the quarter ending March 31, 2023	on or before 30 <sup>th</sup> May, 2023
Annual General Meeting for the year ending March 31, 2023	on or before 30 <sup>th</sup> September, 2023

### iv. Book Closure Period

The Register of Members and Share Transfer Books of the Company will be closed from Friday, September 23, 2022 till Friday, September 30, 2022 (both days inclusive) for the purpose of the 59th Annual General Meeting.

- **BSE Limited (BSE)**  
 Floor – 25, PJ Towers, Dalal Street, Mumbai - 400 001  
**SCRIP CODE – 539875**
- **Calcutta Stock Exchange Limited (CSE)**  
 7, Lyons Range, Kolkata – 700 001  
**SCRIP CODE – 28123**

### v. Dividend Payment Date

Your Directors have not recommended any dividend for the FY 2021-22.

The listing fees for the year 2021-22 and 2022-23 have been paid to the above Stock Exchanges where the securities of the Company are listed. The Annual Custodial Fees for 2021-22 and 2022-23 to NSDL and CDSL has also been paid.

### vi. Listing on Stock Exchange & Stock Code

The Company's shares are listed on the following Stock Exchanges:

- ### vii. Demat ISIN numbers in NSDL and CDSL for equity shares -
- INE616F01022

### viii. Market Price Data and Performance of Company's Share Prices

Monthly High and Low of Company's Shares during each month, in last financial year, is as below:

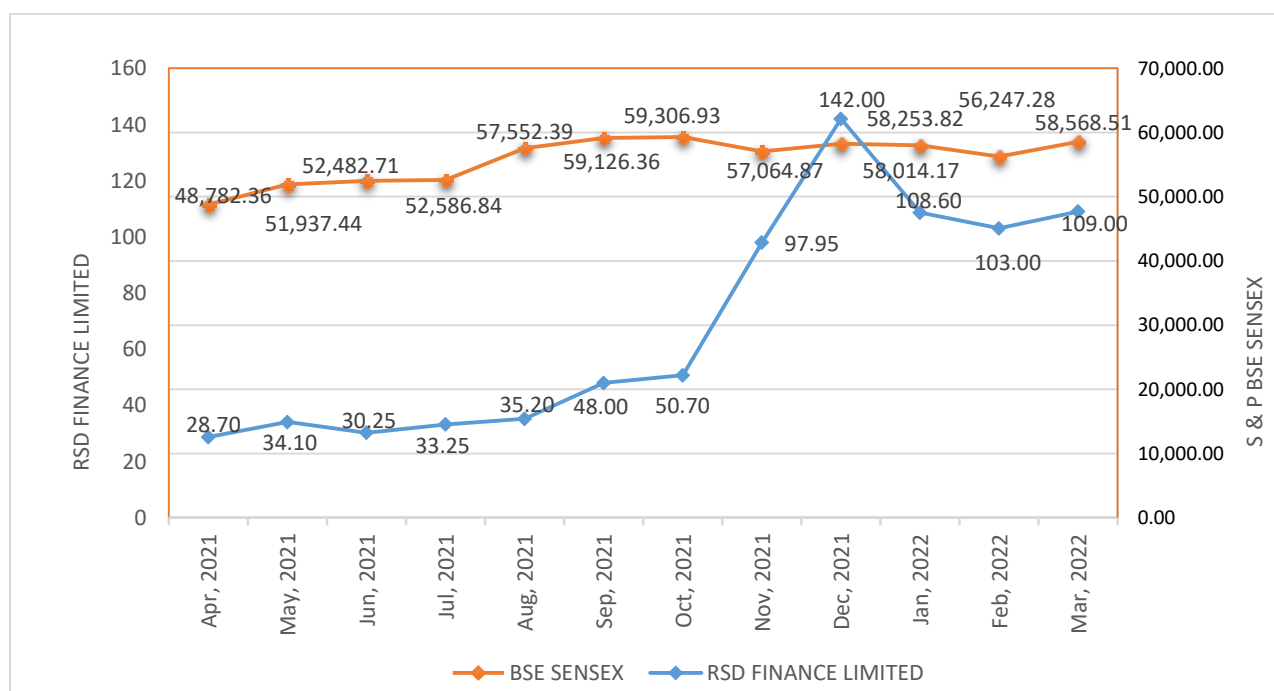
Month	CSE Limited (CSE)			BSE Limited (BSE)		
	High	Low	Volume (No. of shares traded)	High	Low	Volume (No. of shares traded)
Apr – 21	N.T	N.T	N.T	34.50	28.70	529
May – 21	N.T	N.T	N.T	39.60	27.50	3151
June –21	N.T	N.T	N.T	37.80	30.25	2868
July – 21	N.T	N.T	N.T	35.00	30.45	2917
Aug – 21	N.T	N.T	N.T	37.00	33.50	1876
Sep –21	N.T	N.T	N.T	48.00	33.45	3945
Oct –21	N.T	N.T	N.T	57.80	43.60	4046
Nov –21	N.T	N.T	N.T	97.95	44.00	18945
Dec –21	N.T	N.T	N.T	160.20	90.05	37544
Jan –22	N.T	N.T	N.T	149.10	104.50	48121
Feb – 22	N.T	N.T	N.T	113.40	96.00	5697
Mar – 22	N.T	N.T	N.T	118.70	90.00	2171

Source: www.bseindia.com

Note: During the financial year ended March 31, 2022, there was no trading in the equity shares of the Company at CSE. (N.T denotes-No Trades)

### ix. Performance in comparison to broad based indices such as BSE Sensex, CRISIL Index etc. –

The chart below plots the monthly closing price of RSD Finance Limited versus the BSE - Sensex for the year ended March 31, 2022



**x. The shares of the Company have not been suspended from trading.**

**xi. Registrar and Share Transfer Agents**

**M/s. S. K. Infosolutions Pvt. Ltd**

D/42, Katju Nagar (Near South City Mall)  
Ground Floor, Katju Nagar Bazar  
Jadavpur, Kolkata, West Bengal – 700 032  
Tel: 033-24120027/29  
Email: [skcdilip@gmail.com](mailto:skcdilip@gmail.com)

**xii. Address for correspondence:**

**For Shares held in Physical form**

Shareholders may correspond with the Registrar and Transfer Agents at the address and the contact details given above.

Shareholders holding shares in physical form may please note that instructions regarding change of address, bank details, e-mails ids, nomination and power of attorney should be given to the Company's RTA i.e., S. K. Infosolutions Pvt. Ltd. SEBI vide circular No. SEBI/ HO/ MIRSD/ MIRSD \_RTAMB/ P/ CIR/ 2021/ 655 dated November 3, 2021 had laid down common and simplified norms for processing Investor's Service request by RTAs and norms for furnishing PAN, KYC details and nomination.

As per the above said circular the shareholders holding physical securities are required to mandatory furnish PAN, KYC details and Nomination by holders and are also required to link PAN with Aadhaar. The said circular stipulates that

folios wherein the required documents are not made available on or before April 1, 2023 shall be frozen by RTA.

The Company had sent relevant communication to all physical holders along with relevant Forms to enable the shareholders to update the PAN, KYC and other relevant details with RTA/ Company in line with the SEBI directives. The PAN, KYC and other relevant documents are being processed by RTA on receipt from the shareholders. The relevant Forms are also made available on the website of RTA at <http://skcinfo.com/notice.php>

**For Shares held in Demat form**

Investors' may contact the concerned Depository Participant(s) and / or S.K. Infosolutions Private Limited. Your Company has also designated [rsdfinance.ltd@gmail.com](mailto:rsdfinance.ltd@gmail.com) as an exclusive E-mail ID for Investors for the purpose of registering complaints.

Shareholders holding shares in electronic form may please note that instructions regarding change of address, bank details, email ids, nomination and power of attorney should be given directly to the DP.

**xiii. Share Transfer**

Pursuant to Regulation 40 of Listing Regulations, the requests for effecting transfer of securities shall not be processed unless the securities are held in the dematerialised form with respective Depositories i.e., National

Securities Depository Limited and Central Depository Services (India) Limited. However, this restriction shall not be applicable to the request received for effecting transmission or transposition of physical shares. Shareholders are accordingly advised to avail the facility of dematerialisation holding shares in physical form by getting in touch with any Depository Participant having registration with SEBI.

disposed off expeditiously. Your Company obtained, a certificate from a Company Secretary in Practice, certifying that all certificates for transfer, transmission, sub-division, consolidation, renewal, exchange and deletion of names were issued as required under Regulation 40(9) of the Listing Regulations and were duly filed with the Stock Exchanges.

Equity Shares in physical form are processed by the RTA. The requests received by the Company/ RTA for dematerialisation/rematerialisation are

#### xiv. Distribution of Shareholding

Table 1 and Table 2 list the distribution of the shareholding of the Equity Shares of the Company by size and by ownership class as on 31st March, 2022.

**TABLE – 1 :- DISTRIBUTION OF SHARE HOLDING BY SIZE AS ON MARCH 31, 2022**

Distribution	Shareholders		Shareholding	
	No of Share holders	% to total no of holders	No. of shares	% to Total Shares
1 – 500	537	57.93%	97,359	0.75%
501 – 1000	242	26.11%	1,70,201	1.31%
1001 – 2000	107	11.54%	1,31,025	1.01%
2001 – 3000	9	0.97%	23,708	0.18%
3001 – 4000	4	0.43%	14,803	0.11%
4001 – 5000	10	1.08%	48,876	0.38%
5001 – 10000	4	0.43%	28,795	0.22%
10001 & Above	14	1.51%	124,31,713	96.02%
<b>TOTAL</b>	<b>927</b>	<b>100.00%</b>	<b>1,29,46,480</b>	<b>100.00%</b>

**TABLE – 2:- SHAREHOLDING PATTERN BY OWNERSHIP AS ON MARCH 31, 2022:**

Category of shareholder	Number of shareholders	Total number of shares	As a percentage (%)
Promoter and Promoter Group/Associate Companies, etc.	4	97,07,436	74.98%
Financial Institutions	0	0	0.00%
OCBs/Foreign Companies	0	0	0.00%
Other - Bodies Corporate/ Trusts	9	20,17,429	15.58%
General Public	914	12,21,615	9.44%
<b>TOTAL</b>	<b>927</b>	<b>1,29,46,480</b>	<b>100.00%</b>

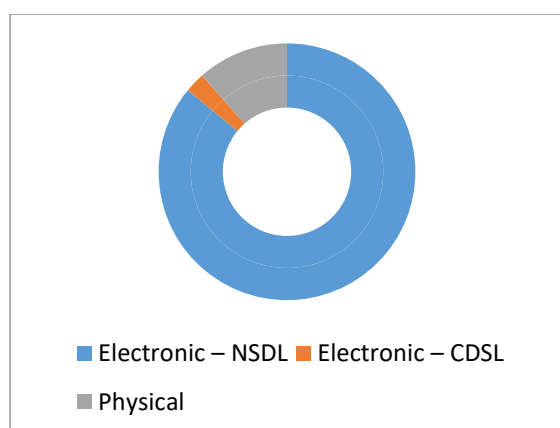
## xv. Dematerialisation of Shares

Based on a SEBI directive, the Equity shares of the Company are permitted to be traded only in dematerialised form and are available for demat under both the Depositories in India - National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL).

As on March 31, 2022, a total of 1,15,45,900 Equity shares of the Company representing 89.18% of the total Equity Share Capital were held in dematerialised form. The entire Promoters' Group shareholding of the Company is in dematerialised form. The bifurcation of shares held in Physical and Demat form as on March 31, 2022 is given below:

For any assistance in converting physical shares in electronic form, investors may approach S.K. Infosolutions Pvt. Ltd or the Company Secretary of the Company.

Nature of holding	No. of Shares	Shareholding
NSDL	1,11,54,818	86.16%
CDSL	3,91,082	3.02%
PHYSICAL	14,00,580	10.81%



## xvi. Outstanding GDRs/ADRs/Warrants or any Convertible Instruments, Conversion Date and likely impact on equity

As on 31st March, 2022, the Company did not have any outstanding GDRs/ADRs/Warrants or any Convertible Instruments.

## xvii. Commodity Price Risk/ Foreign Exchange Risk and Hedging activities

Your Company does not deal in any commodity and hence is not directly exposed to any commodity price risk.

Accordingly, the disclosure pursuant to SEBI Circular No. SEBI/HO/CFD/ CMD1/CIR/P/2018/ 0000000141 dated 15th November, 2018 is not required to be furnished by the Company.

## xviii. Loans and Advances in which Directors are interested

The Company has not provided any loans and advances to any firms/companies in which Directors are interested

## xix. List of all credit ratings obtained by the entity:

None

## xx. Plant location:

NS-13, 2<sup>nd</sup> Phase,  
Industrial Area  
Adityapur, Jamshedpur – 832 109



**xxi. Registered Office**

Holding No. – 4, The Alcor Hotel  
 Ramdas Bhatta, Bistupur,  
 Jamshedpur, Purbi Singhbhum,  
 Jharkhand – 831 001

**xxii. Address For Correspondence**

Shareholders may correspond with the Registrar and Transfer Agents at:  
 M/s. S.K. Infosolutions Private Limited  
 D/42, Katju Nagar (Near South City Mall)  
 Ground Floor, Katju Nagar Bazar  
 Jadavpur, Kolkata, West Bengal – 700 032  
 Tel: 033-24120027/29  
 Email id – [skcdilip@gmail.com](mailto:skcdilip@gmail.com)

on all matters relating to transfer, transmission, dematerialisation of shares, payment of dividend, change of address, change in bank details and any other query relating to the Equity Shares of the Company.

**For any query on the Annual Report please contact the Company Secretary & Compliance Officer of the Company:**

Ms. Puja Choudhary  
 RSD Finance Limited  
 Holding No. – 4, The Alcor Hotel  
 Ramdas Bhatta  
 Bistupur, Jamshedpur  
 Jharkhand – 831001  
 Tel No – +91 7280009199  
 Email id: [rsdfinance.ltd@gmail.com](mailto:rsdfinance.ltd@gmail.com)

Your Company can also be visited at its website: [www.rsdfinancelimited.com](http://www.rsdfinancelimited.com)

Shareholders are requested to quote their Folio No./DP ID & Client ID, e-mail address,

telephone number and full address while corresponding with the Company and its RTA.

**21. DISCLOSURES****A. Disclosures of Transactions with Related Party**

The Company has put in place a policy for Related Party Transactions (RPT Policy) which has been approved by the Board of Directors. The Policy provides for identification of RPTs, necessary approvals by the Audit Committee/ Board/ Shareholders, reporting and disclosure requirements in compliance with Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The same can be assessed at the Company's website at [www.rsdfinancelimited.com/investorrelation/codes/policies\(path\)](http://www.rsdfinancelimited.com/investorrelation/codes/policies(path))

During the Financial Year 2021-22, all the transactions with related parties have been made at arm's length basis. The Company did not have any material pecuniary relationship or transactions with Non- Executive Directors apart from paying Director's remuneration. Further, the Directors have not entered into any contracts with the Company or its subsidiaries, which will be in material conflict with the interest of the Company.

You may refer to Note no. 28 to the financial statement which contains related party disclosures. No materially significant related party transactions have been entered into during FY 2021-22 having potential conflict of interest.

**B. Details of non-compliance by the Company, penalties, strictures imposed on the Company by Stock Exchange(s) or SEBI or any statutory authority on any matter related to capital markets, during the last three years:**

The Company has always complied with the requirements of the Stock Exchanges, SEBI and other statutory authorities on all matters relating to capital markets.

There was no action initiated against the listed entity/ its promoters/ directors/ material subsidiaries either by SEBI or by Stock Exchanges (including under the Standard Operating Procedures issued by SEBI through various circulars) under the aforesaid Acts/ Regulations and circulars/ guidelines issued thereunder.

There were no instances of non-compliance with any legal requirements during the year under review or during the last three years.

None of the Company's listed securities are suspended from trading.

**C. Accounting treatment in preparation of Financial Statements:**

The financial statements of the Company have been prepared in accordance with the Indian Accounting Standards (Ind-AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) (Amendment) Rules, 2016 read with Section 133 of the Companies Act, 2013.

**D. Whistle Blower Policy/ Vigil Mechanism:**

The Company has a Vigil Mechanism/ Whistle-Blower Policy under which the employees are free to report violations of applicable laws and regulations and the Code of Conduct. A facility is available to report to the management, on a confidential basis, any practices or actions believed to be inappropriate or illegal under the Company's Code of Conduct. The Code provides for adequate safeguards against victimization of director(s)/employee(s) who avail of the mechanism and also provides for direct access to the Chairman of the Audit Committee in exceptional cases.

This mechanism has been communicated to all concerned and posted on the Company's website

[www.rsdfinancelimited.com/investorrelation/codes/policies \(path\)](http://www.rsdfinancelimited.com/investorrelation/codes/policies (path))

During the year under review, no employee was denied access to the Audit Committee.

**E. Code for Prevention of Insider Trading Practices:**

In compliance with the provisions of SEBI (Prohibition of Insider Trading) Regulations, 2015 (as amended from time to time) the Company has adopted a Code of Conduct called the "Internal Code of Practices & Procedures for prevention of Insider Trading" with a view to regulate trading in securities by its' Designated Persons and immediate relative of designated persons when in possession of Unpublished Price Sensitive Information ("UPSI").

The Code lays down guidelines for procedures to be followed and disclosures to be made while dealing with Securities of the Company and cautions them of the consequences of violations. The Insider Code is available on website of the company at [www.rsdfinancelimited.com/investorrelation/codes/policies](http://www.rsdfinancelimited.com/investorrelation/codes/policies) (path)

All Designated person (as per code) submits the Annual disclosure in regard to the Trading done by them and their immediate relatives in the securities of the company. The intimation of closure of trading windows are informed to the designated person as and when applicable.

All the Board of Directors, designated employees and connected persons have affirmed compliance with the Code.

#### **F. Details of utilization of funds raised through preferential allotment or qualified institutions placement as specified under Regulation 32 (7A):**

The Company has not raised any funds through preferential allotment or qualified institutions placement as specified under Regulation 32 (7A).

#### **G. Policy and procedure for inquiry in case of leak/ suspected leak of Unpublished Price Sensitive Information:**

The Company has formulated the "Policy and procedure for inquiry in case of leak/suspected leak of Unpublished Price Sensitive Information" in line with the SEBI (Prohibition of Insider Trading) (Amendment) Regulations, 2018.

The objective of this Policy is to inter alia, strengthen the internal control systems to prevent leak of Unpublished Price Sensitive Information ("UPSI"), restrict/prohibit communication of UPSI with unauthorized person(s) and curb the unethical practices of sharing sensitive information by persons having access to UPSI.

#### **H. Familiarisation Programme:**

The Company has conducted the Familiarisation Program for Independent Directors. The Program aims to provide insights into the Company to enable the Directors to understand its business in depth, to acclimatize them with the processes and business of the Company and to assist them in performing their role as Independent Directors of the Company. The Company's Policy of conducting the Familiarisation Program has been disclosed on the website of the Company at <http://www.rsdfinancelimited.com/investorrelations/codes&policies> (Path)

#### **I. Policy for determining Material Subsidiaries**

Your Company has formulated a Policy for determining 'Material' Subsidiaries as defined in Regulation 16 of the Listing Regulations. This Policy has been hosted on the website of the Company and can be accessed through the web link <http://www.rsdfinancelimited.com/investorrelations/codes&policies> (Path)

#### **J. Recommendations of Committees:**

During the financial year 2021-22, there have been no circumstances where the Board of

Directors of the Company have not accepted any recommendation made by any of the committees of the Board.

#### **K. Total fees paid to the Statutory Auditors and all entities in the network firm/ entities**

The total fees for all services paid by the Company to the statutory auditor and all entities in the network firm/network entity of which the statutory auditors is a part is Rs. 2,13,500/-

#### **L. Disclosures in relation to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013**

The Company is committed to create a safe and healthy working environment that enables the employees to work without fear of sexual harassment at workplace.

Status of complaints for the Financial Year 2021-22 is as follows:

a.	Number of complaints received during the financial year	Nil
b.	Number of complaints disposed off during the financial year	Nil
c.	Number of complaints pending as at the end of the financial year	Nil

#### **M. Compliance with Regulation 34(3) and Part F of Schedule V of the Listing Regulations**

The Company does not have any shares in the

demat suspense account or unclaimed suspense account.

#### **N. Nomination Facility**

Shareholders whose shares are in physical form and wish to make/change a nomination in respect of their shares in the Company, as permitted under Section 72 of the Companies Act, 2013, may submit to RTA the prescribed Forms SH-13/SH-14.

**O. During the year under review, the Company has complied with the mandatory requirements of listing regulations. Quarterly compliance report on Corporate Governance, in the prescribed format, duly signed by the Managing Director is submitted regularly with the Stock Exchanges where the shares of the Company are listed. Further, the Company has also put its best endeavor to comply non mandatory requirements.**

**P. The Company ensures dissemination of applicable information under Regulation 46(2) of the Listing Regulations on the Company's website ([www.rsdfinancelimited.com](http://www.rsdfinancelimited.com)). The section on 'Investor Relations' on the website serves to inform the members by giving complete financial details, annual reports, press releases, shareholding patterns and such other information relevant to shareholders.**

**Q. During the FY ended March 31, 2022 the Company did not engage in commodity price risk and commodity hedging activity.**

**R. No funds have been raised through public issue of Equity or Debt in the form of public or right or preferential issue during the year under review.**

**S. There has been no instance of non-compliance of any requirement of Corporate Governance Report as prescribed under SEBI (Listing Obligation and Disclosure Requirements).**

**T. Adoption of Non - Mandatory Requirements of Regulation 27 read with Part E of Schedule II of SEBI Listing Regulations**

**(a) Shareholder Rights**

Half-yearly and other quarterly financial statements are published in newspapers, uploaded on Company's website [www.rsdfinancelimited.com](http://www.rsdfinancelimited.com) and submitted to Stock exchanges on which Equity shares of the Company are listed viz., the BSE Limited and Calcutta Stock Exchange Limited;

**(b) Modified opinion(s) in audit report**

It has always been the Company's endeavor to present financial statements with unmodified audit opinion. The Statutory Auditors have issued an unmodified audit opinion on the Company's financial statements for the year ended 31st March, 2022.

**(c) Reporting of Internal Auditor**

The Internal Auditor reports directly to the Audit Committee and they participate in the

meetings of the Audit Committee of the Board and present their Internal Audit observations/reports to the Audit Committee.

**22. The Company has fully complied with the applicable requirements specified in Regulation 17 to 27 and Clause (b) to Clause (i) of sub-regulation 2 of Regulation 46 of Para C of Schedule V of the SEBI (Listing Obligation and Disclosure Requirements).**

**23. Compliance with the Code of Conduct**

The Company has adopted the "Code of Conduct for Directors & Senior Management Personnel" and "Code of Conduct for Independent Directors". The Code incorporates the duties of Directors and Employees. The Codes are available on the website of the Company at

<https://www.rsdfinancelimited.com/investorrelations/codes&policies> (path).

All the Board Members and Senior Management Personnel have affirmed compliance with the applicable Code of Conduct for the financial year 2021-22. A declaration to this effect, signed by the Managing Director forms part of this Report.

**24. Certificates from Practicing Company Secretaries**

As required by Regulation 34(3) and Schedule V Part E of the Listing Regulations, the certificate given by Sital Prasad Swain,

Practicing Company Secretaries, is annexed to this report.

The Company has received declaration from all the Directors on the Board of the Company that they are not debarred or disqualified from being appointed or continuing as directors of companies by SEBI/MCA or any other such statutory authority. A certificate received from a company secretary in practice in this regard forms part of this report.

## **25. Certification by Managing Director and Chief Financial Officer:**

In terms of Regulation 17(8) read with Part B of Schedule II of SEBI (Listing Obligations and Disclosure requirements) Regulation, 2015, a certificate from the Managing Director (MD)

and the Chief Financial Officer (CFO) of the Company confirming, amongst other aspects, about the correctness of the financial statements, adequacy of internal control measures and matters to be reported to the Audit Committee, were taken on record at the Board meeting held on May 30, 2022 and the same is annexed hereinafter and forms a part of this Annual Report.

## **26. Auditors Certificate on Corporate Governance:**

Certificate from the Company's Auditors, M/s. Prasad Kumar & Co., confirming compliance with conditions of Corporate Governance as stipulated under Regulation 34 read with Schedule V of the Listing Regulations, is annexed to the Directors' Report forming part of the Annual Report.

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

Sd/-

**Rajeev Singh Dugal**  
**Managing Director**  
**DIN - 00052037**

Sd/-

**Upneet Dugal**  
**Director**  
**DIN - 07680726**

**Place: Jamshedpur**

**Date: August 14, 2022**

## CERTIFICATE FROM COMPANY SECRETARY IN PRACTICE

(Pursuant to Regulation 34(3) read with Para C [10(i)] of Schedule V of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015)

To \_\_\_\_\_

The Members,

**RSD Finance Limited**

H. No – 4, The Alcor Hotel

Ramdas Bhatta, Opp. Indian Oil Petrol Pump

Bistupur, Jamshedpur - 831001

We have examined the relevant registers, records, forms, returns and disclosures received from the Directors of RSD FINANCE LIMITED (CIN: L17222JH1963PLC013316) having its Registered Office at H. No. 4, The Alcor Hotel, Ramdas Bhatta, Bistupur, Jamshedpur, Purba Singhbhum - 831001 (hereinafter referred to as "The Company") as produced before us by the Company for the purpose of issuing this certificate, in accordance with Regulation 34 (3) read with Schedule V Part-C Sub clause 10 (i) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations 2015.

In our opinion and according to the verifications (including Director Identification Number (DIN) Status at the portal [www.mca.gov.in](http://www.mca.gov.in)) and based on such examination as well as information and explanations furnished to us, which to the best of our knowledge and belief were necessary for the purpose of issue of this certificate and based on such verification as considered necessary, we hereby certify that none of the Directors as stated below on the Board of the Company as on 31st March 2022 have been debarred or disqualified from being appointed or continuing as Directors of Companies by the Securities and Exchange Board India, Ministry of Corporate Affairs, the Reserve Bank of India or any such other statutory authority.

S.NO	DIN	NAME OF THE DIRECTOR	DESIGNATION	DATE OF APPOINTMENT
1	00052037	RAJEEV SINGH DUGAL	Executive – Managing Director	10/04/1998
2	00052100	KAWALJEET KAUR DUGAL	Non – Executive Director	13/08/2020
3	00224539	SUSHIL KUMAR KHOWALA	Non – Executive – Independent Director	21/06/2013
4	07680726	UPNEET DUGAL	Executive Director	28/12/2016

5	08877286	HARSH KUMAR PANDEY	Non – Executive – Independent Director	15/09/2020
6	08967991	SUKANT BARI	Non – Executive – Independent Director	21/11/2020

Ensuring the eligibility 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.

**Sd/-**

**Sital Prasad Swain**  
**Practicing Company Secretary**  
**Membership No - F6338**  
**COP No.6814**  
**UDIN – F006338D000804674**

**Place: Jamshedpur**

**Date: August 17, 2022**



## CERTIFICATE ON COMPLIANCE WITH CODE OF CONDUCT

To,  
The Members  
**RSD Finance Limited**

Sub: Declaration by the Managing Director under Para D of Schedule V of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

I, Rajeev Singh Dugal, Managing Director of RSD Finance Limited, hereby affirm and declare, to the best of my knowledge and belief and on behalf of the Board of Directors of the Company and senior management personnel, that:

- The Board of Directors has laid down a code of conduct for all Board Members and senior management of the Company;
- The code of conduct has been posted on the website of the Company;
- The code of ethics code of conduct has been complied with.

**For RSD Finance Limited**

Sd/-  
**Rajeev Singh Dugal**  
**Managing Director**  
**DIN - 00052037**

**Place: Jamshedpur**  
**Date: May 30, 2022**

**PRACTISING CHARTERED ACCOUNTANTS CERTIFICATE ON COMPLIANCE WITH THE CORPORATE GOVERNANCE REQUIREMENTS UNDER SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015**

To,  
The Members  
**RSD Finance Limited**

We have examined the compliance of the conditions of Corporate Governance by “RSD Finance Limited” (the Company) for the year ended on March 31, 2022, as stipulated under Regulations 17 to 27, clauses (b) to (i) of sub-regulation (2) of Regulation 46 and para C, D & E of Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (‘SEBI Listing Regulations’).

The compliance of the conditions of Corporate Governance is the responsibility of the management. Our examination was limited to the review of procedures and implementation thereof, as adopted by the Company for ensuring compliance with conditions of Corporate Governance. 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, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the SEBI Listing Regulations, 2015.

We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company. This Certificate is issued solely for the purposes of complying with the aforesaid Regulations and may not be suitable for any other purpose.

**For M/s. Prasad Kumar & Co.**  
**Chartered Accountants**

Sd/-

**Rajesh Prasad**

**PARTNER**

**Firm Registration No. 008816C**

**Membership No. 075409**

**UDIN : 22075409AKPYBX4145**

**Place: Jamshedpur**

**Date: May 30, 2022**

## CERTIFICATION BY MANAGING DIRECTOR AND CHIEF FINANCIAL OFFICER

(In Terms of Regulation 17(8) of Securities and Exchange Board of India (Listing Obligations And Disclosure Requirements) Regulations, 2015)

To,  
The Board of Directors  
**RSD Finance Limited**

We, Rajeev Singh Dugal and Ravi Joshi, in our respective capacities as Managing Director and Chief Financial Officer of RSD Finance Limited ("the Company"), to the best of our knowledge and belief certify that –

- a) We have reviewed the financial statements of RSD Finance Limited for the quarter and financial year ended on 31st March, 2022 and that to the best of our knowledge and belief, we state that:
  - i) these statements do not contain any material untrue statement or omit any material fact nor do they contain statements that might be misleading;
  - ii) these statements together present a true and fair view of the Company's affairs and are in compliance with existing Indian accounting standards, applicable laws and regulations.
- b) To the best of our knowledge and belief, no transactions entered into by the Company during the year ended 31st March, 2022 are fraudulent, illegal or violative of the Company's code of conduct.
- c) We accept responsibility for establishing and maintaining internal controls for financial reporting and we have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting. Deficiencies in the design or operation of such internal controls, if any, of which we are aware have been disclosed to the auditors and the Audit Committee and steps have been taken to rectify these deficiencies.
- d) i) There has not been any significant change in internal control over financial reporting during the year under reference;  
ii) There has not been any significant change in accounting policies during the year requiring disclosure in the notes to the financial statements; and  
iii) We are not aware of any instance during the year of significant fraud with involvement therein of the management or any employee having a significant role in the Company's internal control system over financial reporting.

**Sd/-**  
**RAJEEV SINGH DUGAL**  
**Managing Director**

**Sd/-**  
**RAVI JOSHI**  
**CHIEF FINANCIAL OFFICER**

**Place: Jamshedpur**

**Date: May 30, 2022**

## SECRETARIAL COMPLIANCE REPORT OF RSD FINANCE LIMITED FOR THE YEAR ENDED MARCH 31, 2022

To,

The Board of Directors

**RSD Finance Limited**

H. No. – 4, The Hotel Alcor

Ramdas Bhatta, Bistupur

Jamshedpur - 831001

I, FCS Sital Prasad Swain, Practicing Company Secretary, (FCS No. 6338, Certificate of Practice No. 6814) have examined:

- a) all the documents and records made available to me and explanation provided by **RSD FINANCE LIMITED** ("the listed entity"),
- b) the filings/ submissions made by the listed entity to the stock exchanges,
- c) the website of the listed entity,
- d) all other document/ filing, as may be relevant, which has been relied upon to make this certification,

for the year ended March 31, 2022 ("Review Period") in respect of compliance with the provisions of:

- a) the Securities and Exchange Board of India Act, 1992 ("SEBI Act") and the Regulations, circulars, guidelines issued thereunder; and
- b) the Securities Contracts (Regulation) Act, 1956 ("SCRA"), rules made thereunder and the Regulations, circulars, guidelines issued thereunder by the Securities and Exchange Board of India ("SEBI");

The specific Regulations, whose provisions and the circulars/ guidelines issued thereunder, have been examined, include:-

- a) Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015;
- b) Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018; (there were no events requiring compliance during the review period)
- c) Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
- d) Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018; (there were no events requiring compliance during the review period)
- e) Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014; (Not applicable to the Company during the review period)

- f) Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; (there were no events requiring compliance during the review period)
- g) Securities and Exchange Board of India (Issue and Listing of Non- Convertible and Redeemable Preference Shares) Regulations, 2013; (there were no events requiring compliance during the review period)
- h) Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015; and circulars/ guidelines issued thereunder;

and based on the above examination and considering the relaxations granted by the Ministry of Corporate Affairs and Securities and Exchange Board of India warranted due to the spread of the COVID-19 pandemic, We hereby report that, during the Review Period:

(a) The listed entity has complied with the provisions of the above Regulations and circulars/ guidelines issued thereunder.

(b) The listed entity has maintained proper records under the provisions of the above Regulations and circulars/ guidelines issued thereunder insofar as it appears from my examination of those records.

(c) There were no actions taken against the listed entity/ its promoters/ directors/ material subsidiaries either by SEBI or by Stock Exchanges (*including under the Standard Operating Procedures issued by SEBI through various circulars*) under the aforesaid Acts/ Regulations and circulars/ guidelines issued thereunder in so far as it appears from my examination of those records.

Sr. No.	Action taken by	Details of violation	Details of action taken Eg. Fine, warning letter, debarment, etc.	Comments of the Practicing Company Secretary on the action taken by the listed entity
There was no action initiated against the listed entity/ its promoters/ directors/ material subsidiaries either by SEBI or by Stock Exchanges ( <i>including under the Standard Operating Procedures issued by SEBI through various circulars</i> ) under the aforesaid Acts/ Regulations and circulars/ guidelines issued thereunder.				

(d) The reporting of actions by the listed entity to comply with the observations made in previous reports does not arise during the review period.

I further report that, there was no event of appointment/re-appointment/resignation of statutory auditor of the Company during the review period. In this regard, I report that the Company has complied with Circular No. CIR/CFD/CMD1/114/2019 dated October 18, 2019.

**Place: JAMSHEDPUR**

**Date: 13-05-2022**

**Signature: Sd/-**

**Name – SITAL PRASAD SWAIN**

**M. No. – FCS6338**

**C P No. – 6814**

**UDIN – F006338D000317363**

**PR NO. – 813/2020**

## STATUTORY AUDITORS CERTIFICATE

We have examined the books of accounts and other records of RSD FINANCE LIMITED for the Financial Year ended March 31, 2022 on the basis of the information submitted to us, we certify the following:

Sl. No.	Particulars	Details
1	Name of the company	RSD FINANCE LIMITED
2	Certificate of Registration No.	05.01970
3	Registered office Address	H. No-04,The Alcor Hotel, Ramdas Bhatta, Bistupur, Jamshedpur - 831001
4	Corporate office Address	H. No-04,The Alcor Hotel, Ramdas Bhatta, Bistupur, Jamshedpur - 831001
	The company has been classified by RBI as:	
5	<i>(Investment Company / Loan Company / AFC / NBFC-MFI / NBFC- Factor / IFC / IDF- NBFC)</i>	Non – Deposit taking NBFC
	Net Owned Fund (in Crore)	
6	<i>(Calculation of the same is given in the Annex)</i>	6,118.04 lakhs
7	Total Assets (in Crore)	6,478.25 lakhs
	Asset-Income pattern:	
	(in terms of RBI Press Release 1998- 99/1269 dated April 8, 1999)	
8	a) % of Financial Assets to Total Assets	95.18%
	b) % of Financial Income to Gross Income	88.02%
	<i>(NBFC-Factor / NBFC-MFI / AFC / IFC may also report separately below)</i>	

9	Whether the company was holding any Public Deposits, as on March 31, 2022?	No
10.	Has the company transferred a sum not less than 20% of its Net Profit for the year to Reserve Fund?  (in terms of Sec 45-IC of the RBI Act, 1934).	Yes
11	Has the company received any FDI?  If Yes, did the company comply with the minimum capitalization norms for the FDI?	No
12	If the company is classified as an NBFC- Factor;  a) % of Factoring Assets to Total Assets  b) % of Factoring Income to Gross Income	N.A.
13	If the company is classified as an NBFC- MFI;  % of Qualifying Assets to Net Assets  (refer to Notification DNBS.PD.No.234 CGM(US) 2011 dated December 02, 2011)	N.A.
14	If the company is classified as an AFC;  a) % of Advances given for creation of physical / real assets supporting economic activity to Total Assets  b) % of income generated out of these assets to	N.A.
15	If the company is classified as an NBFC- IFC  % of Infrastructure Loans to Total Assets	N.A.
16	Has there been any takeover/acquisition of control/ change in shareholding/ Management during the year which required prior approval from RBI?	No

In terms of paragraph 2 of Notification No. DNBS.201/DG(VL) - 2008 dated September 18, 2008, a separate report to the Board of Directors of the company has been made.

I have read and understood paragraph 5 of Notification No. DNBS.201/DG (VL) - 2008 dated September 18, 2008.

**For M/s. Prasad Kumar & Co.  
Chartered Accountants**

**Sd/-**

**Rajesh Prasad  
Partner  
Firm Registration No. 008816C  
Membership No. 075409  
UDIN: 22075409AKYAPT1041**

**Place: Jamshedpur**

**Date: May 30, 2022**



## Annexure - 1

<b>Capital Funds - Tier I</b>	<b>(Rs. In crore)</b>
1. Paid up Equity Capital	647.32
2. Pref. shares to be compulsorily converted into equity	0.00
Perpetual Debt Instrument	0.00
Free Reserves:	
Statutory/ Special Reserves under Sec 45IC of RBI Act, 1934	1038.86
3. b. General Reserve	119.22
4. c. Share Premium	0.00
d. Capital Reserves	2.37
e. Debenture Redemption Reserve	0.00
f. Capital Redemption Reserve	0.00
g. Credit Balance in P&L Account	4310.27
h. Other free reserves	0.00
Total of 1 to 4	6118.04
5. <b>Less:</b> Accumulated balance of loss	0.00
6. Deferred Revenue Expenditure	0.00
7. Deferred Tax Assets (Net)	0.00
8. Other intangible Assets	0.00
9. Others ( to be specified)	
Total	
10. <b>Owned Fund</b>	<b>6118.04</b>
11. Investment in shares of	0.00
(ii) Subsidiaries	208.86
(iii) Other NBFCs	0.00
12. Book value of debentures, bonds outstanding loans and advances, bills purchased and is counted (including H.P. and lease finance) made to, and	
(ii) Subsidiaries	0.00
13. Total	208.86
14. Amount in item (VIII) in excess of 10% of item (X) above	0.00
<b>Net Owned Fund</b>	<b>6118.04</b>

## TO WHOM SO EVER IT MAY CONCERN

This is to certify that M/s RSD Finance Limited having its registered office at H. No-04, the Alcor Hotel, Ramdas Bhatta, Bistupur, Jamshedpur, Purbi Singhbhum, Jharkhand – 831001 continues to do the business of NBFI and was holding the Certificate of Registration issued u/s 45(1A) of the Reserves Bank of India Act, 1934, for the year ended 31.03.2022.

This is to further certify that the Financial Assets of the Company are 95.18% in Comparison to the Total Assets and that the Financial Income is 88.02% of the Total Income of the Company.

This is as per our examination of books of accounts of M/s RSD Finance Limited and as per information and explanations given to us by management in this regard.

**For M/s. Prasad Kumar & Co.**

Chartered Accountants

Sd/-

**Rajesh Prasad**

Partner

Firm Registration No. 008816C

Membership No. 075409

UDIN: 22075409AKYAPT1041

Place: Jamshedpur

Date: May 30, 2022

## **CERTIFICATE UNDER NON - BANKING FINANCIAL COMPANIES AUDITORS REPORT (RESERVE BANK) DIRECTIONS, 2016**

To  
The Board of Directors,  
**RSD FINANCE LIMITED**

As required under Non - Banking Financial Companies Auditors Report (Reserve Bank) Directions, 2016 and on the basis of information and explanation given to us, we report that:

### **3A)**

1. The company is engaged in the business of non-banking financial institution as defined in section 45-I(a) of the RBI Act and meeting the Principal Business Criteria (Financial asset/income pattern) as laid down vide the Bank's press release dated April 08, 1999, and directions issued by DNBR, the company has obtained a Certificate of Registration from the Bank.
2. On the basis of Balance Sheet & Profit & Loss account for the year ended 31.03.2022 in our opinion the Company is entitled to continue to hold such certificate of Registration in terms of its Principal Business Criteria (Financial asset/income pattern).
3. On the basis of Balance Sheet & Profit & Loss account for the year ended 31.03.2022 in our opinion the company is meeting the required net owned fund requirement as laid down in Master Direction - Non-Banking Financial Company-Non-Systemically Important Non-Deposit taking Company (Reserve Bank) Directions, 2016.

### **3C)**

1. The Board of Directors has passed a resolution for Non Acceptance of any Public Deposits.
2. The Company has not accepted any deposit from the public during the year ended 31<sup>st</sup> March, 2022.
3. The Company has complied with the prudential Norm relating to the Income Recognition, Accounting Standards, assets classification and provisioning for bad and doubtful debts as applicable to it in terms of Non - Banking Financial (Non Deposits Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions – 2016.
4. The Company is not a systematically Important Company as defined in Paragraph 3(xxviii) of the Non - Banking Financial Company – Non systematically Important Company Non Deposit taking Company (Reserve Bank) Directions, 2016.

**For M/s PRASAD KUMAR & CO.**  
**Chartered Accountants**

Sd/-  
**RAJESH PRASAD**  
**PARTNER**  
**Membership No. 075409**  
**FRN: 008816C**  
**UDIN: 22075409AKYAPT1041**

**Place - Jamshedpur**  
**Date – 30.05.2022**

# STANDALONE FINANCIAL STATEMENTS

## INDEPENDENT AUDITOR'S REPORT

To the Members of RSD Finance Limited

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

#### Opinion

We have audited the standalone financial statements of RSD Finance Limited ("the Company"), which comprise the balance sheet as at 31st March 2022, the statement of profit and loss (including other comprehensive income), Statement of Changes in Equity and statement of cash flows for the year then ended, and notes to the standalone financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, and its total comprehensive income (comprising of profit and comprehensive loss) , change in equity, its profit/loss and its cash flows for the year ended on that date.

#### Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those

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

#### Key Audit Matters

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

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

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the

Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the standalone financial statements and our auditor's report thereon.

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

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

If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

### **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 Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these standalone financial statements that give a true and fair view of the financial position, financial performance, change in equity and cash flows of the Company in accordance with the accounting principles generally

accepted in India, including the Indian accounting Standards (IND AS) 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 the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the 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.

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

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

Our objectives are to obtain reasonable

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

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

We also:

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

represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters.

We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

### Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's

Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the "**Annexure A**" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

2. As required by Section 143(3) of the Act, we report that:

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c) The Balance Sheet, the Statement of Profit and Loss (including other comprehensive income),

The Statement Changes of 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 the Ind AS specified under Section 133 of the Act.
- e) On the basis of the written representations received from the directors as on 31st March, 2022 taken on record by the Board of Directors, none of the directors is



disqualified as on 31st March, 2022 from being appointed as a director in terms of Section 164(2) of the Act.

f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in “**Annexure B**”.

g) With respect to the other matters to be included in the Auditor’s Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

(i). The Company does not have any pending litigations which would impact its financial position.

(ii). The Company has made provision, as required under the applicable law or Indian accounting standards (IND AS), for material foreseeable losses, if any, on long term contracts including derivative contracts.

(iii). There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

(iv). The management has represented that, to the best of its knowledge and belief, no funds have been

advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other persons or entities, including foreign entities (“Intermediaries”), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall:

- directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever (“Ultimate Beneficiaries”) by or on behalf of the Company or

- provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

(v). The management has represented, that, to the best of its knowledge and belief, no funds have been received by the Company from any persons or entities, including foreign entities (“Funding Parties”), with the understanding, whether recorded in writing or otherwise, that the Company shall:

- directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever (“Ultimate Beneficiaries”) by or on behalf of the Funding Party or

- provide any guarantee, security or like from or on behalf of the Ultimate Beneficiaries; and

(vi). Based on such audit procedures as considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub – clause (iv) and (v) contain any material misstatement.

(vii). The Company has not declared any dividend during the year hence the compliance of Section 123 of the Companies Act 2013 is not required.

**For Prasad Kumar & Co.  
Chartered Accountants  
(FRN – 008816C)**

**Sd/-**

**(Rajesh Prasad)  
Partner  
M. No.: 075409  
UDIN: 22075409AKPVQW3132**

**Date: The 30<sup>th</sup> day of May, 2022  
Place: Jamshedpur**

**'Annexure A' CARO 2020 Report on the standalone financial statement of RSD Finance Limited for the year ended March 31, 2022**

To the Members of RSD Finance Limited

[Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' of our Report of even date to the members of **RSD Finance Limited** on the accounts of the company for the year ended 31st March, 2022]

Based on the audit procedures performed for the purpose of reporting a true and fair view on the financial statements of the Company and taking into consideration the information and explanations given to us and the books of account and other records examined by us in the normal course of audit, we report that:

- i. (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.  
  
(B) The Company has maintained proper records showing full particulars of Intangible Assets.  
  
(b) The major Property, Plant and Equipment of the company have been physically verified by the management at reasonable intervals during the year and no material discrepancies were noticed on such verification.

- (c) According to the information and explanation given to us, the title deeds of the immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee) are held in the name of the company except the following,

Relevant line item in Balance Sheet	Description of item of property	Gross Carrying Value	Title Deeds Held In the Name of	Whether Title Deed Holder is a promoter, director or relative of promoter/director or employee of promoter/director?	Property Held Since Which Date	Reason for Not Being Held in the name of the company/entity
Property, Plant & Equipment	Flat No. F-401 & F-404 Located at M.P. City, Adityapur, Dist. Seraikella-Kharsawan	12,495.66	PATO BUILDERS	NO	10-10-2012	The possession and original agreement to sale, of the property, is in the name of the RSD Finance Ltd. Further, title deeds will be registered in the name of the company once state govt.'s policy on registry is changed

(45 of 1988) and rules made thereunder during the year.

(d) The Company has not revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets or both during the year.

(e) According to the information and explanation given to us, no proceedings have been initiated or are pending against the company for holding any Benami property under the Benami Transactions (Prohibition) Act, 1988

- ii. The Company does not have any inventory and no working capital limits in excess of five crore rupees (at any point of time during the year), in aggregate, from banks or financial institutions on the basis of security of current assets. Accordingly, the provisions of clause 3(ii) of the Order are not applicable.

- iii. During the year the company has made investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties:
- (a) Reporting under clause 3(iii)(a) of the Order is not applicable as the Company is a NBFC.
  - (b) According to the information and explanation given to us, the investments made, guarantees provided, security given and the terms and conditions of the grant of all loans and advances in the nature of loans and guarantees provided are not prejudicial to the company's interest;
  - (c) schedule of repayment of the principal amount and the payment of the interest have been stipulated and the repayment of principal amount and the interest is regular;
  - (d) According to the information and explanation given to us, no amount is overdue in this respect;
  - (e) According to the information and explanation given to us, in respect of any loan or advance in the nature of loan granted which has fallen due during the year, none has been renewed or extended or fresh loans granted to settle the overdues of existing loans given to the same parties;
  - (f) The Company has during the year, not made investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to Promoters, related parties as defined in clause (76) of section 2 of the Companies Act 2013. Accordingly, the provisions of clauses 3(iii)(f) of the Order are not applicable.

- iv. According to the information and explanation given to us, the company has complied with requirements of section 185 and 186 in respect of loans, investments, guarantees or security made by it during the year under audit;
- v. The Company has not accepted any deposits or amounts which are deemed to be deposits under the directives of the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed thereunder, where applicable. Accordingly, the provisions of clause 3(v) of the Order are not applicable.
- vi. To the best of our knowledge and belief, the Central Government has not specified maintenance of cost records under sub-section (1) of Section 148 of the Act, in respect of Company's products/ services. Accordingly, the provisions of clause 3(vi) of the Order are not applicable.
- vii. (a) The Company is regular in depositing undisputed statutory dues including Goods and Services Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues, as applicable, with the appropriate authorities. Further, no undisputed amounts payable in respect thereof were outstanding at the year-end for a period of more than six months from the date they became payable.
- (b) There are no dues in respect of Goods and Services Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues that have not been deposited with the appropriate authorities on account of any dispute.
- viii. According to the information and explanation given to us, company has no transactions, not recorded in the books of account have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961);

- ix. (a) In our opinion, the company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender during the year;
- (b) Company is not declared wilful defaulter by any bank or financial institution or other lender;
- (c) According to the information and explanation given to us, term loans were applied for the purpose for which the loans were obtained;
- (d) According to the information and explanation given to us, funds raised on short term basis have not been utilised for long term purposes;
- (e) According to the information and explanation given to us, the company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures;
- (f) According to the information and explanation given to us, the company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies;
- x. (a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year;
- (b) According to the information and explanation given to us, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year
- xi. (a) According to the information and explanation given to us, any fraud by the company or any fraud on the company has not been noticed or reported during the year;
- (b) According to the information and explanation given to us, no report under sub-section (12) of section 143 of the Companies Act has been filed by the

auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government;

(c) According to the information and explanation given to us, no whistle-blower complaints, received during the year by the company;

xii. Company is not a Nidhi company, accordingly provisions of the Clause 3(xii) of the Order is not applicable to the company;

xiii. According to the information and explanations given to us, we are of the opinion that all transactions with related parties are in compliance with Section 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements etc., as required by the Accounting Standards and the Companies Act, 2013.

xiv. (a) According to the information and explanations given to us, the company has an internal audit system commensurate with the size and nature of its business;

(b) We have considered the reports of the Internal Auditors for the period under audit;

xv. According to the information and explanations given to us, we are of the opinion that the company has not entered into any non-cash transactions with directors or persons connected with him and accordingly, the provisions of clause 3(xv) of the Order is not applicable.

xvi. (a) The company is a Non-Banking Financial Company as registered under section 45-IA of the Reserve Bank of India Act, 1934, accordingly the provisions of sub-clause (b) of clause 3(xvi) of the Order is not applicable;

(c) The company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India, accordingly the provisions of sub-clause (c) and (d) of clause 3(xvi) of the Order are not applicable;

xvii. According to the information and explanations given to us and based on the audit procedures conducted we are of opinion that



the company has not incurred any cash losses in the financial year and the immediately preceding financial year;

xviii. There has been no resignation of the statutory auditors during the year and accordingly, the provisions of clause 3(xviii) of the Order is not applicable;

xix. On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that company is incapable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the company.

We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the company as and when they fall due.

xx. (a) There are no unspent amounts towards Corporate Social Responsibility (CSR) on other than ongoing projects requiring a transfer to a Fund specified in Schedule VII to the Companies Act in compliance with second proviso to sub-section (5) of Section 135 of the said Act. Accordingly, reporting under clause 3(xx)(a) of the Order is not applicable for the year.

(b) According to information and explanations provided to us and based on our examination of records, the Company does not have any amount remaining unspent under sub-section (5) of section 135 of the Companies Act with respect to ongoing project which is required to be transferred to special account in compliance with the provision of

sub-section (6) of section 135 of the said Act. Accordingly, reporting under clause 3(xx)(b) of the Order is not applicable for the year.

xxi. The reporting under clause (xxi) is not applicable in respect of audit of standalone financial statements of the Company. Accordingly, no comment has been included in respect of said clause under this report.

**For Prasad Kumar & Co.  
Chartered Accountants  
(FRN – 008816C)**

**Sd/-**

**(Rajesh Prasad)  
Partner  
M. No.: 075409  
UDIN: 22075409AKPVQW3132**

**Date: The 30<sup>th</sup> day of May, 2022  
Place: Jamshedpur**

## “Annexure B” to the Auditors’ Report

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

We have audited the internal financial controls over financial reporting of **RSD Finance Limited** (‘the Company’) as of 31 March 2022 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 the Company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

## Auditors’ Responsibility

Our responsibility is to express an opinion on the Company’s internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the ‘Guidance Note’) and the Standards on Auditing, issued by ICAI and deemed to be prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting were 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 auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

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

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorizations of the Management and directors of the Company; and (3) provide reasonable assurance regarding prevention or

timely detection of unauthorized acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

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

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

## Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2022, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

**For Prasad Kumar & Co.  
Chartered Accountants  
(FRN – 008816C)**

**Sd/-**

**(Rajesh Prasad)  
Partner  
M. No.: 075409  
UDIN: 22075409AKPVQW3132**

**Date: The 30<sup>th</sup> day of May, 2022  
Place: Jamshedpur**

# Standalone Balance Sheet

as on March 31, 2022

Rs. in Hundred

Particulars	Note No.	As at Mar 31, 2022	As at March 31, 2021
<b>ASSETS</b>			
(1) <b>Financial Assets</b>			
(a) Cash and cash equivalents	3	71,892.20	1,25,037.05
(b) Trade Receivables	4	17,471.35	15,919.67
(c) Loans	5	6,58,359.92	4,96,099.19
(d) Investments	6	55,12,032.15	50,64,300.63
(e) Other Financial assets	7	99,149.40	70,288.84
(2) <b>Non-financial Assets</b>			
(a) Property, Plant and Equipment	8	1,19,345.70	1,28,552.99
<b>Total Assets</b>		<b>64,78,250.72</b>	<b>59,00,198.37</b>
<b>LIABILITIES AND EQUITY</b>			
<b>LIABILITIES</b>			
(1) <b>Financial Liabilities</b>			
(a) <b>Payables</b>			
Trade Payables	9		
(i) total outstanding dues of micro enterprises and small enterprises		-	237.36
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises		6,606.18	14,083.45
(b) Borrowings (Other than Debt Securities)	10	48,549.76	52,743.24
(2) <b>Non-Financial Liabilities</b>			
(a) Current tax liabilities (Net)	11	86,306.54	69,945.97
(b) Deferred tax liabilities (Net)	12	33,457.75	11,879.45
(c) Provisions	13	99,481.32	75,634.14
(d) Other non-financial liabilities (to be specified)	14	85,805.98	85,392.59
<b>Total Liabilities</b>		<b>3,60,207.54</b>	<b>3,09,916.20</b>
(3) <b>EQUITY</b>			
(a) Equity Share capital	15	6,47,324.00	6,47,324.00
(b) Other Equity	16	54,70,719.18	49,42,958.17
<b>Total Equity</b>		<b>61,18,043.18</b>	<b>55,90,282.17</b>
<b>Total Liabilities and Equity</b>		<b>64,78,250.72</b>	<b>59,00,198.37</b>

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

As per our report of even date attached.

For and on behalf of the Board of Directors of  
RSD Finance Limited

For Prasad Kumar & Co.

Chartered Accountants

FRN: 008816C

Sd/-

Rajesh Prasad

Partner

M. No. 075409

Date: May 30, 2022

Place: Jamshedpur

UDIN: 22075409AKPVQW3132

Sd/-

Rajeev Singh Dugal

Managing Director

DIN: 00052037

Sd/-

Ravi Joshi

Chief Financial Officer

Sd/-

Upneet Dugal

Director

DIN: 07680726

Sd/-

Puja Choudhary

Company Secretary

## Standalone Profit And Loss

as on March 31, 2022

Rs in Hundred (Except EPS)

Particulars	Note No.	For the Year ended Mar 31, 2022	For the Year ended March 31, 2021
<b>Revenue from Operations</b>			
i	17	3,45,619.61	2,49,078.83
ii	18	9,180.12	2,781.59
iii	19	8,998.16	73,512.16
iv	20	92,502.22	66,816.31
<b>I</b>		<b>4,56,300.11</b>	<b>3,92,188.89</b>
Other Income			
i	21	2,98,803.02	2,16,908.75
ii	22	16,850.13	8,051.78
<b>II</b>		<b>3,15,653.15</b>	<b>2,24,960.53</b>
<b>III</b>		<b>7,71,953.26</b>	<b>6,17,149.42</b>
Expenses			
i		22,593.61	16,670.01
ii	23	61,634.69	59,121.86
iii	24	354.63	551.12
iv	8	8,392.14	9,331.50
v	13	23,847.18	36,772.56
vi	25	1,48,288.78	99,671.05
<b>IV</b>		<b>2,65,111.02</b>	<b>2,22,118.11</b>
<b>V</b>		<b>5,06,842.24</b>	<b>3,95,031.31</b>
Exceptional items			
<b>VI</b>		<b>5,06,842.24</b>	<b>3,95,031.31</b>
Tax expense			
a) Current Tax	11	86,306.54	69,945.97
b) Deferred Tax	12	78.41	207.69
<b>VII</b>		<b>86,384.95</b>	<b>70,153.66</b>
<b>VIII</b>		<b>4,20,457.29</b>	<b>3,24,877.66</b>
Other Comprehensive Income			
Items that will not be classified to profit or loss			
(i) Items that will not be classified to profit or loss		1,28,803.62	2,81,745.35
(ii) Income tax relating to items that will not be classified to profit or loss		21,499.90	45,204.74
<b>IX</b>		<b>1,07,303.72</b>	<b>2,36,540.61</b>
<b>X</b>		<b>5,27,761.01</b>	<b>5,61,418.26</b>
Paid-up Equity Share Capital (Face Value of ₹5 per share)			
		6,47,324.00	6,47,324.00
Earnings per share (in ₹)			
(a) Basic	31	4.08	4.34
(b) Diluted	31	4.08	4.34

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

As per our report of even date attached.

### For Prasad Kumar & Co.

Chartered Accountants

FRN: 008816C

Sd/-

**Rajesh Prasad**

Partner

M. No. 075409

Date: May 30, 2022

Place: Jamshedpur

UDIN: 22075409AKPVQW3132

### For and on behalf of the Board of Directors of RSD Finance Limited

Sd/-

**Rajeev Singh Dugal**

Managing Director

DIN: 00052037

Sd/-

**Ravi Joshi**

Chief Financial Officer

Sd/-

**Upneet Dugal**

Director

DIN: 07680726

Sd/-

**Puja Choudhary**

Company Secretary

# Cash Flow Statements

as on March 31, 2022

Sl. No.	Particulars	Rs in Hundred FY 21-22	Rs in Hundred FY 20-21
<b>1</b>	<b>Cash Flow From Operating Activities</b>		
	Net Profit before Tax	5,06,842.24	3,95,031.31
	Add : Adjustments for		
	Depreciation	8,392.14	9,331.50
	Gain/(Loss) on Remeasurement of Financial Assets	1,28,803.62	2,81,745.35
	Provisions	23,847.18	36,772.56
	Less : Adjustment for		
	P/L Appropriation	-	-19,429.66
	Profit on Sale of Investment	2,98,803.02	2,16,908.75
	Dividend Received	9,180.12	2,781.59
	Interest Income	3,45,619.61	2,49,078.83
	Operating Profit before Working Capital Changes	<b>14,282.43</b>	<b>2,73,541.21</b>
	Adjustments for:-		
	Trade Receivables	-1,551.67	-3,039.39
	Other Non-Financial Liabilities	413.39	-1,57,886.31
	Other Financial Assets	-28,860.57	-29,986.93
	Trade Payables	-7,714.63	1,091.06
	Net cash generated from operating activities	-23,431.05	83,719.64
	Tax Paid/Provided	69,945.97	46,257.16
	<b>Net cash generated from operation [A]</b>	<b>-93,377.02</b>	<b>37,462.48</b>
<b>2</b>	<b>Cash Flow From Investing Activities</b>		
	Profit on sale of Investment	2,98,803.02	2,16,908.75
	(Purchase)/Sale of Investments	-4,47,731.52	-6,49,512.15
	Loans	-1,62,260.74	-4,81,894.12
	Dividend Received	9,180.12	2,781.59
	Interest Received	3,45,619.61	2,49,078.82
	Sale/(Purchase) of Assets	815.16	7,33,790.00
	<b>Net cash from investing activities [B]</b>	<b>44,425.65</b>	<b>71,152.89</b>
<b>3</b>	<b>Cash Flow From Financing Activities</b>		
	Proceeds from Long Term Borrowings	-4,193.48	-3,858.61
	<b>Net cash from financing activities [C]</b>	<b>-4,193.48</b>	<b>-3,858.61</b>
	Net Increase/(Decrease) in Cash & Cash equivalents [A+B+C]	<b>-53,144.85</b>	<b>1,04,756.76</b>
	<b>Cash &amp; Cash equivalents (Opening balance)</b>	<b>1,25,037.05</b>	<b>20,280.29</b>
	<b>Cash &amp; Cash equivalents (Closing balance)</b>	<b>71,892.20</b>	<b>1,25,037.05</b>

\* The above statement of cash flows has been prepared under the Indirect method as set-out in IND AS 7, Statement of Cash Flows

\*\* Components of Cash & Cash Equivalents are disclosed in Note No. 3

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

As per our report of even date attached.

**For Prasad Kumar & Co.**

**Chartered Accountants**

**FRN: 008816C**

**Rajesh Prasad**

**Partner**

**M. No. 075409**

**Date: May 30, 2022**

**Place: Jamshedpur**

**UDIN: 22075409AKPVQW3132**

**For and on behalf of the Board of Directors of  
RSD Finance Limited**

**Sd/-**

**Rajeev Singh Dugal**

Managing Director

DIN: 00052037

**Sd/-**

**Upneet Dugal**

Director

DIN: 07680726

**Sd/-**

**Ravi Joshi**

Chief Financial Officer

**Sd/-**

**Puja Choudhary**

Company Secretary



## Statement Of Changes In Equity

Name of the Non-Banking Financial Company: **RSD FINANCE LIMITED**

Statement of Changes in Equity for the period ended : 31st March 2022

### A. Equity Share Capital

Particulars	Rs. in Hundred
<b>Balance as at April 1, 2020</b>	<b>6,47,324.00</b>
Changes in equity share capital due to prior period errors	-
<b>Re-stated balance at the beginning of the current reporting period</b>	<b>6,47,324.00</b>
Changes in equity share capital during F.Y 2020-21	-
<b>Balance as at March 31, 2021</b>	<b>6,47,324.00</b>
Changes in equity share capital due to prior period errors	-
<b>Re-stated balance at the beginning of the current reporting period</b>	<b>6,47,324.00</b>
Changes in equity share capital during F.Y 2021-22	-
<b>Balance as at March 31, 2022</b>	<b>6,47,324.00</b>

Rs in Hundred

### B. Other Equity

Particulars	Share Application Money Pending Allotment	Statutory Reserves	Capital Reserve	Securities Premium	General Reserve	Surplus i.e. Balance in the Statement of Profit & Loss	Total
<b>Restated balance as at April 01, 2020</b>	-	8,21,028.00	2,367.75	-	1,19,215.58	34,19,498.91	43,62,110.25
Add: Profit / (Loss) for the period	-	-	-	-	-	3,24,877.66	3,24,877.66
Add: Other Comprehensive Income for the year	-	-	-	-	-	2,36,540.61	2,36,540.61
Add: Addition During the Year	-	1,12,283.65	-	-	-	-	1,12,283.65
<b>Total Comprehensive Income for the year</b>	-	-	-	-	-	<b>5,61,418.26</b>	<b>6,73,701.92</b>
Appropriation to Statutory Reserves	-	-	-	-	-	-1,12,283.65	-1,12,283.65
Other Appropriation	-	-	-	-	-	19,429.66	19,429.66
<b>Balance at March 31, 2021</b>	-	<b>9,33,311.66</b>	<b>2,367.75</b>	-	<b>1,19,215.58</b>	<b>38,88,063.18</b>	<b>49,42,958.17</b>
<b>Balance at April 01, 2021</b>	-	<b>9,33,311.66</b>	<b>2,367.75</b>	-	<b>1,19,215.58</b>	<b>38,88,063.18</b>	<b>49,42,958.17</b>
Add: Profit / (Loss) for the period	-	-	-	-	-	4,20,457.29	4,20,457.29
Add: Other Comprehensive Income for the year	-	-	-	-	-	1,07,303.72	1,07,303.72
Add: Addition During the Year	-	1,055.52	-	-	-	-	1,055.52
<b>Total Comprehensive Income for the year</b>	-	-	-	-	-	<b>5,27,761.01</b>	<b>5,28,816.53</b>
Appropriation to Statutory Reserves	-	-	-	-	-	-1,055.52	-1,055.52
Other Appropriation	-	-	-	-	-	-	-
<b>Balance at March 31, 2022</b>	-	<b>9,34,367.18</b>	<b>2,367.75</b>	-	<b>1,19,215.58</b>	<b>44,14,768.67</b>	<b>54,70,719.18</b>

## Notes forming Integral part of the Standalone Financial Statements

### Note-1

#### Corporate Information

RSD Finance Limited (the "Company") is a public limited company incorporated under the provisions of the Erstwhile Companies Act, 1956. The Company is engaged in fund-based activities like providing loans and advances, inter-corporate deposits, loans against securities and investments in shares and securities. The Company also carries out job work activities. The shares of the Company are listed on The Calcutta Stock Exchange Limited and Bombay Stock Exchange. The Company holds a certificate of registration from the Reserve Bank of India ("RBI") to carry on the business of Non-Banking Financial Institution ("NBFI") under the category of Non-Deposit taking Company.

### Note-2

#### Summary of Significant Accounting Policies

##### 2.1. Statement of compliance:

The financial statements have been prepared as a going concern in accordance with Indian Accounting Standards (Ind AS) notified under the Section 133 of the Companies Act, 2013 ("the Act") read with the Companies (Indian Accounting Standards) Rules, 2015 and other relevant provisions of the Act.

##### 2.2. Accounting Policies:

The financial statements have been prepared and presented in accordance with Ind AS under the historical cost convention on the accrual basis except for certain financial instruments which are measured at fair value

at the end of each reporting period, as explained in the accounting policies mentioned below. Historical cost is generally based on the fair value of the consideration given in exchange of goods or services. The Company complies with the Accounting Standards issued by the Institute of Chartered Accountants of India and the relevant provisions of the Companies Act, 2013, to the extent applicable and directions prescribed by the Reserve Bank of India. The financial statements are presented in Indian rupees.

##### 2.3. Use of estimates and judgments:

The preparation of financial statements in conformity with Ind AS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amount of assets, liabilities, income, expenses and disclosures of contingent assets and liabilities at the date of these financial statements and the reported amount of revenues and expenses for the years presented.

Actual results may differ from the estimates. Estimates and underlying assumptions are reviewed at each balance sheet date. Revisions to accounting estimates are recognised in the period in which the estimates are revised and future periods affected.

##### 2.4. Revenue Recognition:

The applicability of Ind AS 115, Revenue Recognition provides for a single model of accounting revenue from contracts with customers based on the identification and satisfaction of performance obligations.

Income and expenditure are accounted for on accrual basis, wherever ascertainable.

Dividend are recognised only when the right to receive is established.

Interest Income is recognised as and when they become accrued.

## **2.5. Trade receivables:**

Trade receivables are recognised initially at fair value and subsequently measured at amortised cost less provision for impairment, if any.

## **2.6. Cash and cash equivalents:**

Cash and Cash equivalents includes cash on hand, cheques and drafts in hand, balances with bank and deposits held at call with financial institutions. These do not include bank balances earmarked / restricted for specific purposes.

## **2.7. Investments and other financial assets:**

### **(i) Classification**

The Company classifies its financial assets in the following measurement categories:

- those to be measured subsequently at fair value (either through other comprehensive income, or through profit or loss), and
- those measured at amortised cost.

The classification depends on the Company's business model for managing the financial assets and the contractual terms of the cash flows.

For assets measured at fair value, gains and losses will either be recorded in profit or loss or other comprehensive income. For investments in debt instruments, this will depend on the business model in which the investment is held. For investments in

equity instruments, this will depend on whether the Company has made an irrevocable election at the time of initial recognition to account for the equity investment at fair value through other comprehensive income. The Company reclassifies debt investments when and only when its business model for managing those assets changes.

### **(ii) Measurement**

Financial assets are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets (other than financial assets at fair value through profit or loss) are added to financial assets, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets at fair value through profit or loss are recognised immediately in the Statement of Profit and 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. There are three measurement categories into which the group classifies its debt instruments:

#### **Amortised cost:**

Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortised cost. A gain or loss on a debt investment that is subsequently measured at amortised cost and is not part of a hedging relationship is recognised in profit or loss when the asset is derecognised or impaired. Interest income from these financial assets is included in other gain or loss using the effective interest rate method.

**Fair value through other comprehensive income (FVOCI):**

Assets that are held for collection of contractual cash flows and for selling the financial assets, where the assets' cash flows represent solely payments of principal and interest, are measured at fair value through other comprehensive income FVOCI. Movements in the carrying amount are taken through OCI, except for the recognition of impairment gains or losses and interest revenue are recognised in profit and loss. When the financial asset is derecognised, the cumulative gain or loss previously recognised in OCI is reclassified from equity to profit or loss and recognised under other income. Interest income from these financial assets is included in other gain or loss using the effective interest rate method.

**Fair value through profit or loss (FVPL):**

Assets that do not meet the criteria for amortised cost or FVOCI are measured at fair value through profit or loss. A gain or loss on a debt investment that is subsequently measured at fair value through profit or loss is recognised in profit or loss and presented in the statement of profit and loss under other gain or loss in the period in which it arises. Interest or dividend income, if any from these financial assets is separately included in other gain or loss.

-Equity investments (other than investments in subsidiaries)

The Company subsequently measures all equity investments at fair value. Where the Company's management has elected to present fair value gains and losses on equity investments in other comprehensive income, there is no subsequent reclassification of fair value gains and losses to profit or loss. Dividends from such investments continue to be recognised in profit or loss as other income when the Company's right to receive

payments is established. Impairment losses (and reversal of impairment losses) on equity investments measured at FVOCI are not reported separately from other changes in fair value.

Changes in the fair value of financial assets at fair value through profit or loss are recognised in other gain or loss in the statement of profit and loss.

-Equity Investments (in subsidiaries)

Investments in subsidiaries, associates and joint venture are carried at cost less accumulated impairment losses, if any.

**(iii) Derecognition**

The Company derecognizes a financial asset when the contractual rights to the cash flows from the financial asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred or in which the Company neither transfers nor retains substantially all of the risks and rewards of ownership and does not retain control of the financial asset.

If the Company enters into transactions whereby it transfers assets recognised on its balance sheet, but retains either all or substantially all of the risks and rewards of the transferred assets, the transferred assets are not derecognized.

**Derivative financial instruments**

The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

**2.8. Financial liabilities**

**Classification:** Financial liabilities and equity instruments issued by the Company are

classified according to the substance of the contractual arrangements entered into and the definitions of a financial liability and an equity instrument.

**Initial Recognition and Measurement:**

Financial liabilities are recognised when the Company becomes a party to the contractual provisions of the instrument. Financial liabilities are initially measured at the amortised cost unless at initial recognition, they are classified as fair value through profit and loss.

**Derecognition:** A financial liability is derecognised when the obligation specified in the contract is discharged, cancelled or expires.

**2.9. Property, plant and equipment:**

Property, plant and equipment are carried at cost of acquisition or construction less accumulated depreciation. The cost of fixed assets comprises of purchase price and all other attributable costs of bringing the assets to working condition for intended use.

Cost of an item of property, plant and equipment comprises its purchase price, including import duties and non refundable purchase taxes, after deducting trade discounts and rebates, any directly attributable cost of bringing the item to its working condition for its intended use and estimated costs of dismantling and removing the item and restoring the site on which it is located.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying

amount of the asset and is recognised in the statement of profit and loss.

**Transition to Ind-AS**

On transition to IND AS, the company has elected to continue with the carrying value of all of its property, plant and equipment recognised as at April 1, 2018 measured as per the previous GAAP and use that carrying value as deemed cost of the property, plant and equipment.

**2.10. Depreciation:**

On fixed assets, depreciation is provided on written down Value method. The rates of depreciation prescribed in Schedule II to the Companies Act, 2013, are considered as minimum rates.

Leasehold Land is not depreciated or amortized.

**2.11. Trade and other payables:**

These amounts represent liabilities for goods and services provided to the Company prior to the end of financial period which are unpaid. They are recognised at their fair value.

**2.12. Impairment of non-financial assets:**

At the end of each reporting period, the Company reviews the carrying amounts of its assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss, if any. When it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the cash generating unit to which the asset belongs.

Recoverable amount is the higher of fair value less costs of disposal and value in use. 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 for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised immediately in the statement of Profit and Loss.

When an impairment loss subsequently reverses, the carrying amount of the asset (or a cash-generating unit) is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset (or cash generating unit) in prior years. A reversal of an impairment loss is recognised immediately in the statement of Profit and Loss.

### **2.13. Employee benefits:**

#### **(i) Short-term employee benefits:**

All employee benefits payable wholly within twelve months of rendering the service are classified as short term employee benefits. These benefits include salary, wages and bonus. The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees is recognised during the period of rendering of service by the employee.

#### **(ii) Post-employment benefits:**

### **Defined contribution plans:**

The Company has defined contribution plans for post-employment benefits namely Provident Fund which are recognised by the income tax authorities. The Company contributes to a Government administered provident fund on behalf of its employees and has no further obligation beyond making its contribution. The Company makes contributions to state plans namely Employee's State Insurance Fund and has no further obligation beyond making the payment to them. The Company's contributions to the above funds are charged to the Statement of Profit and Loss every year.

### **2.14. Provisions and contingencies:**

**Provisions:** Provisions are recognised when there is a present obligation or constructive obligation 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 there is a reliable estimate of the amount of the obligation.

**Contingent Liabilities:** Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non occurrence of one or more uncertain future events not wholly within the control of the company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made.

### **2.15. Earnings per share:**

Basic EPS is computed by dividing the net profit attributable to shareholders by the weighted average number of equity shares outstanding during the year.

Diluted EPS is computed using the weighted average number of equity and dilutive equity equivalent shares outstanding during the year-end, except where the results would be anti-dilutive.

## 2.16 Borrowings:

Borrowing Cost that are directly attributable to the acquisition/ construction of the qualifying asset are capitalised until the time all the substantial activities necessary to prepare such assets for the intended use are complete. All other borrowing costs are recognised as expenditure during the period in which they are incurred.

Borrowings are initially recognised at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortised cost.

Borrowings are removed from the balance sheet when the obligation specified in the contract is discharged, cancelled or expired. The difference between the carrying amount of a financial liability that has been extinguished or transferred to another party and the consideration paid, including any non-cash assets transferred or liabilities assumed is recognised in profit or loss.

## 2.17. Foreign exchange transactions

The Company during the year did not have foreign exchange transaction.

## 2.18. Taxation

Income tax expense comprises current tax (i.e. amount of tax for the period determined in accordance with Income Tax Act, 1961) and deferred tax charge or credit (reflecting the tax effects of timing differences between accounting income and taxable income for the period). The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognised using the tax rates that have been enacted or

substantively enacted by the balance sheet date.

Deferred tax assets are recognised only to the extent there is reasonable certainty that the assets can be realised in future; however, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognised only if there is a virtual certainty of realization of such assets. Deferred tax assets are reviewed as at each balance sheet date and written down or written up to reflect the amount that is reasonably / virtually certain (as the case may be) to be realised.

Deferred tax assets include Minimum Alternative Tax (MAT) paid in accordance with the tax laws in India, which is likely to give future economic benefits in the form of availability of set off against future income tax liability. Accordingly, MAT is recognised as deferred tax asset in the balance sheet when the asset can be measured reliably, and it is probable that the future economic benefit associated with asset will be realised.

Current and deferred tax expense is recognised in the Statement of Profit and Loss, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognised in other comprehensive income or directly in equity respectively.

**2.19.** The Company has not accepted any Public Deposits during the year under review and the Board of Directors have passed resolution to the effect that the Company has neither accepted Public Deposit nor would accept any public Deposit during the year.

**Note-3****Cash and Cash Equivalents**

Particulars	As on Mar 31, 2022	As on March 31, 2021
	(Rs. in Hundred)	(Rs. in Hundred)
Balance with Banks:		
(a) IDBI Bank	25,784.14	20,621.43
(b) Punjab National Bank	93.58	94.76
(c) Bank of India	9.54	49.07
(d) Kotak Mahindra Bank	32.08	896.68
(e) State bank of India	64.90	117.85
(f) HDFC Bank	1,570.76	1,570.76
(g) ICICI Bank	43,871.17	1,00,804.62
- In current Account	71,426.17	1,24,155.17
Cash in Hand	466.03	881.88
Cheques, drafts on hand	-	-
<b>Total</b>	<b>71,892.20</b>	<b>1,25,037.05</b>

**Note-4****Trade Receivables****Trade Receivables ageing schedule: As at 31st March,2022****(Rs. in Hundred)**

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables -considered good	14,230.92	108.11	255.48	1,373.30	1,503.53	<b>17,471.35</b>
(i) Undisputed Trade receivables -considered doubtful	-	-	-	-	-	-
(iii) Disputed trade receivables considered good	-	-	-	-	-	-
(iv) Disputed trade receivables considered doubtful	-	-	-	-	-	-

**Trade Receivables ageing schedule: As at 31st March,2021****(Rs. in Hundred)**

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables -considered good	12,180.45	285.24	1,928.15	652.32	873.52	<b>15,919.67</b>
(i) Undisputed Trade	-	-	-	-	-	-



receivables -considered doubtful						
(iii) Disputed trade receivables considered good	-	-	-	-	-	-
(iv) Disputed trade receivables considered doubtful	-	-	-	-	-	-

– Impairment allowance recognised on trade receivables is Nil (Previous year Nil).

– No trade receivables are due from directors or other officers of the Company either severally or jointly with any other person.

Nor any trade or other receivable are due from firms or private companies respectively in which any director is a partner, director or a member except listed below:

Receivables from related parties	As on Mar 31, 2022 (Rs. in Hundred)	As on March 31, 2021 (Rs. in Hundred)
- BAN Infra & developers LLP	7.50	7.50
- Reflexallen India Private Limited	237.21	406.17
<b>Total</b>	<b>244.71</b>	<b>413.67</b>

## Note-5

### Loans

Particulars	As on Mar 31, 2022 (Rs. in Hundred)	As on March 31, 2021 (Rs. in Hundred)
<u>At Amortised Cost</u>		
Advance to Staff	32.08	770.38
Security Deposit	3,885.10	3,885.10
Corporate loan	6,53,800.00	4,88,797.46
Others	642.75	2,646.25
<b>Total (Gross)</b>	<b>6,58,359.92</b>	<b>4,96,099.19</b>
Less: Impairment Loss Allowance	-	-
<b>Total (Net) (A)</b>	<b>6,58,359.92</b>	<b>4,96,099.19</b>
Secured	6,53,800.00	4,88,797.46
Unsecured	4,559.92	7,301.73
<b>Total(Gross) (B)</b>	<b>6,58,359.92</b>	<b>4,96,099.19</b>
Less: Impairment Loss Allowance	-	-
<b>Total (Net) (C)</b>	<b>6,58,359.92</b>	<b>4,96,099.19</b>
<b>Total</b>	<b>6,58,359.92</b>	<b>4,96,099.19</b>

These loans or advances are considered to have low risk based on credit evaluation undertaken by the Company. There is no history of any defaults on these loans or advances. The company regularly monitors to ensure that these entities have enough liquidity which safeguards the interest of the investors and lenders. Accordingly there is no Expected credit loss allowance on the aforesaid loans and advances.

## Note-6 Investments

(Rs in Hundred)

As on March 31, 2022							
At Fair Value							
Particulars	Amortised cost	Through Other Comprehensive Income	Through profit or loss	Designated at fair value through profit or loss	Sub- Total	Others*	Total
	1	2	3	4	(5)=(2)+(3)+(4)	6	(7)=(1)+(5)+(6)
Mutual funds	13,45,566.22	-	68,517.44	-	68,517.44	-	14,14,083.66
Investment in PMS/AIF	26,59,689.98	1,28,803.62	-	-	1,28,803.62	-	27,88,493.60
Debt securities	7,01,508.78	-	-	-	-	-	7,01,508.78
Equity instruments	3,08,604.88	-	-59,519.28	-	-59,519.28	-	2,49,085.60
Subsidiaries	2,08,860.50	-	-	-	-	-	2,08,860.50
Bonds	1,50,000.00	-	-	-	-	-	1,50,000.00
<b>Total – Gross (A)</b>	<b>53,74,230.37</b>	<b>1,28,803.62</b>	<b>8,998.16</b>	<b>-</b>	<b>1,37,801.78</b>	<b>-</b>	<b>55,12,032.15</b>
(i)Investments outside India	-	-	-	-	-	-	-
(ii)Investments in India	53,74,230.37	1,28,803.62	8,998.16	-	1,37,801.78	-	55,12,032.15
<b>Total (B)</b>	<b>53,74,230.37</b>	<b>1,28,803.62</b>	<b>8,998.16</b>	<b>-</b>	<b>1,37,801.78</b>	<b>-</b>	<b>55,12,032.15</b>
Less: Allowance for Impairment loss (C)	-	-	-	-	-	-	-
<b>Total – Net D= (A)-(C)</b>	<b>53,74,230.37</b>	<b>1,28,803.62</b>	<b>8,998.16</b>	<b>-</b>	<b>1,37,801.78</b>	<b>-</b>	<b>55,12,032.15</b>

As on March 31, 2021							
At Fair Value							
Particulars	Amortised cost	Through Other Comprehensive Income	Through profit or loss	Designated at fair value through profit or loss	Sub- Total	Others*	Total
	1	2	3	4	(5)=(2)+(3)+(4)	6	(7)=(1)+(5)+(6)
Mutual funds	16,56,257.23	-	75,442.92	-	75,442.92	-	17,31,700.16
Investment in PMS	22,13,816.91	2,70,816.83	-	-	2,70,816.83	-	24,84,633.74
Debt securities	4,57,072.24	-	-	-	-	-	4,57,072.24
Equity instruments	33,964.76	-	-1,930.76	-	-1,930.76	-	32,034.00
Subsidiaries	2,08,860.50	-	-	-	-	-	2,08,860.50
Bonds	1,50,000.00	-	-	-	-	-	1,50,000.00
<b>Total – Gross (A)</b>	<b>47,19,971.64</b>	<b>2,70,816.83</b>	<b>73,512.16</b>	<b>-</b>	<b>3,44,328.99</b>	<b>-</b>	<b>50,64,300.63</b>
(i)Investments outside India	-	-	-	-	-	-	-
(ii)Investments in India	47,19,971.64	2,70,816.83	73,512.16	-	3,44,328.99	-	50,64,300.63
<b>Total (B)</b>	<b>47,19,971.64</b>	<b>2,70,816.83</b>	<b>73,512.16</b>	<b>-</b>	<b>3,44,328.99</b>	<b>-</b>	<b>50,64,300.63</b>
Less: Allowance for Impairment loss (C)	-	-	-	-	-	-	-
<b>Total – Net D= (A)-(C)</b>	<b>47,19,971.64</b>	<b>2,70,816.83</b>	<b>73,512.16</b>	<b>-</b>	<b>3,44,328.99</b>	<b>-</b>	<b>50,64,300.63</b>

## Note-7

### Other Financial Assets

Particulars	As on Mar 31, 2022	As on March 31, 2021
	(Rs. in Hundred)	(Rs. in Hundred)
Balance with Revenue Departments	99,149.40	70,288.84
<b>Total</b>	<b>99,149.40</b>	<b>70,288.84</b>

**Note-8**

(Rs. In Hundred)

**Property, Plant and Equipment as on 31.03.2022**

S.NO	PARTICULARS	GROSS BLOCK			DEPRECIATION BLOCK			NET BLOCK		
		COST AS ON 01.04.2021	ADDITIONS DURING THE YEAR	SALE / DISPOSAL DURING THE YEAR	TOTAL AS ON 31.03.202 2	UPTO 01.04.2021	FOR THE YEAR	UPTO 31.03.2022	NET CARRYING AMOUNT AS ON 31.03.2022	NET CARRYING AMOUNT AS ON 31.03.2021
1.	Land(Freehold)	100.00	-	-	100.00	-	-	-	100.00	100.00
2	Land(Leasehold)	62,132.68	-	-	62,132.68	-	-	-	62,132.68	62,132.68
3	Building	14,688.48	-	-	14,688.48	13,688.46	112.09	13,800.55	887.93	1,000.02
4	Building (Staff Quarter)	57,511.84	-	-	57,511.84	19,836.49	3,579.16	23,415.65	34,096.19	37,675.35
5	Flat	30,323.00	-	-	30,323.00	16,628.51	1,198.83	17,827.34	12,495.66	13,694.49
6	Plant & Machinery	20,328.37	35.50	-	20,363.87	15,792.50	378.87	16,171.37	4,192.50	4,535.88
7	Electric Installation	10,379.57	-	-	10,379.57	10,129.57	-	10,129.57	250.00	250.00
8	Generator Set	3,045.62	-	-	3,045.62	3,025.62	-	3,025.62	20.00	20.00
9	Furniture & Fixtures	2,576.70	-	-	2,576.70	2,526.69	-	2,526.69	50.01	50.01
10	Computer	3,579.72	1,774.90	862.00	4,492.62	3,515.57	722.61	4,238.18	254.44	64.15
11	Motor Cycle	353.03	-	-	353.03	343.03	-	343.03	10.00	10.00
12	Motor Car (Mercedes Benz)	25,398.46	-	1,300.01	24,098.45	24,098.45	-	24,098.45	-0.00	1,300.01
13	Motor Car (Toyota Fortuner)	48,392.96	-	-	48,392.96	41,567.19	2,131.69	43,698.88	4,694.08	6,825.77
14	Motor Car (Honda Amaze)	14,099.50	-	463.54	13,635.96	13,399.53	236.42	13,635.96	0.00	699.97
15	Air Conditioner	495.21	-	-	495.21	455.85	6.12	461.97	33.24	39.36
16	Printer	70.00	-	-	70.00	66.50	-	66.50	3.50	3.50
17	Refrigerator	330.00	-	-	330.00	251.96	13.79	265.75	64.25	78.04
18	Telephone & Mobile	297.50	-	-	297.50	223.73	12.56	236.29	61.21	73.77
	<b>TOTAL</b>	<b>2,94,102.64</b>	<b>1,810.40</b>	<b>2,625.55</b>	<b>2,93,287.49</b>	<b>1,65,549.66</b>	<b>8,392.13</b>	<b>1,73,941.79</b>	<b>1,19,345.70</b>	<b>1,28,552.99</b>
	<b>As on 31.03.2021</b>	<b>10,27,892.65</b>	<b>130.00</b>	<b>7,33,920.00</b>	<b>2,94,102.65</b>	<b>1,56,218.16</b>	<b>9,331.50</b>	<b>1,65,549.66</b>	<b>1,28,552.99</b>	<b>8,71,674.49</b>

**Note-9****Trade Payables****Trade Payables ageing schedule: As at 31st March,2022****(Rs. in Hundred)**

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	-	-	-	-	-
(ii) Others	5,140.86	1,248.91	216.41	-	<b>6,606.18</b>
(iii) Disputed dues- MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-

**Trade Payables ageing schedule: As at 31st March,2021****(Rs. in Hundred)**

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	237.36	-	-	-	<b>237.36</b>
(ii) Others	5,349.36	-533.59	-	9,267.67	<b>14,083.45</b>
(iii) Disputed dues- MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-

The Group has not paid any interest in terms of Section 16 of the Micro, Small and Medium Enterprises Development Act, 2006, additionally there are no interest amounts due as at March 31, 2022.

Note 9.1 : Steps have been taken to identify the suppliers who qualify under the definition of micro and small enterprises, as defined under the Micro, Small and Medium Enterprises Development Act 2006. Since no intimation has been received from the suppliers regarding their status under the said Act as at 31st March 2022, disclosures relating to amounts unpaid as at the year end, if any, have not been furnished. In the opinion of the management, the impact of interest, if any, that may be payable in accordance with the provisions of the Act, is not expected to be material.

**Note-10****(Rs in Hundred)****Borrowings (Other than Debt Securities)**

	As on March 31, 2022				As on March 31, 2021			
	At Amortised Cost	At fair value Through profit or loss	Designated at fair value through profit or loss	Total	At Amortised Cost	At fair value Through profit or loss	Designated at fair value through profit or loss	Total
	(1)	(2)	(3)	(4)=(1)+(2)+(3)	(1)	(2)	(3)	(4)=(1)+(2)+(3)
(a)Term loans								
(i)from banks	365.49			365.49	4,558.97			4,558.97
(b)Loans repayable on demand				-				-
(i)from banks				-				-
(ii)from other parties	48,184.27			48,184.27	48,184.27			48,184.27
<b>Total (A)</b>	<b>48,549.76</b>	-	-	<b>48,549.76</b>	<b>52,743.24</b>	-	-	<b>52,743.24</b>
Secured Borrowings	365.49			365.49	4,558.97			4,558.97
Unsecured Borrowings	48,184.27			48,184.27	48,184.27			48,184.27
<b>Total (B)</b>	<b>48,549.76</b>			<b>48,549.76</b>	<b>52,743.24</b>			<b>52,743.24</b>
Borrowings in India	48,549.76			48,549.76	52,743.24			52,743.24
Borrowings outside India	-			-	-			-
<b>Total (C)</b>	<b>48,549.76</b>			<b>48,549.76</b>	<b>52,743.24</b>			<b>52,743.24</b>

**Out of the above loans , the following loans are secured by hypothecation of vehicle.**

Particulars	As on March 31, 2022	As on March 31, 2021
Term loans	365.49	4,558.97

- The borrowings have not been guaranteed by directors or others.
- The vehicle loan is financed by way of hypothecation of The vehicle financed.
- The vehicle loan to be repaid at an EMI of Rs. 36801/-
- There has been no default in repayment of principal and interest.

**Note-11****Current tax liabilities (Net)**

<b>Particulars</b>	<b>As on Mar 31, 2022 (Rs. in Hundred)</b>	<b>As on March 31, 2021 (Rs. in Hundred)</b>
Provision for Tax	86,306.54	69,945.97
<b>Total</b>	<b>86,306.54</b>	<b>69,945.97</b>

**Note-12****Deferred tax Assets (Net)**

<b>Particulars</b>	<b>As on Mar 31, 2022 (Rs. in Hundred)</b>	<b>As on March 31, 2021 (Rs. in Hundred)</b>
Opening Balance	-11,879.45	33,532.99
<u>Property, Plant and Equipment and Intangibles</u>		
Difference between book and tax depreciation	-78.41	-207.69
<u>Investment and other financial instruments</u>		
Recognised through OCI	-21,499.90	-45,204.75
Recognised through Profit & Loss		-
<b>Total</b>	<b>-33,457.75</b>	<b>-11,879.45</b>

**Note-13****Provisions**

<b>Particulars</b>	<b>As on Mar 31, 2022 (Rs. in Hundred)</b>	<b>As on March 31, 2021 (Rs. in Hundred)</b>
<b>Provision for Substandard Assets</b>		
Opening Balance as on beginning of financial year	75,634.14	38,861.58
Add : Addition During the Year	23,847.18	36,772.56
Closing Balance as on end of financial year	99,481.32	75,634.14
<b>Total</b>	<b>99,481.32</b>	<b>75,634.14</b>

## Note-14

### Other Non-Financial Liabilities

Particulars	As on Mar 31, 2022 (Rs. in Hundred)	As on March 31, 2021 (Rs. in Hundred)
Liability Against Salary	3,705.01	4,146.03
TDS Payable	2,079.63	2,120.85
EPF/ESIC Payable	165.87	157.55
GST Payable	1,291.10	474.95
Audit fees payable	1,814.37	1,743.21
Other Liabilities	76,750.00	76,750.00
<b>Total</b>	<b>85,805.98</b>	<b>85,392.59</b>

## Note-15

### Equity Share capital

Particulars	As on Mar 31, 2022 (Rs. in Hundred)	As on March 31, 2021 (Rs. in Hundred)
<b>Authorised Capital</b>		
1,30,00,000 Equity Shares of ₹5/- each		
<i>(P.Y. 1,30,00,000 Equity Shares of ₹5/- each)</i>	<b>6,50,000.00</b>	<b>6,50,000.00</b>
<b>Issued, Subscribed and Paid up</b>		
1,29,46,480 Equity Shares of ₹5/- each	6,47,324.00	6,47,324.00
<i>(P.Y. 1,29,46,480 Equity Shares of ₹5/- each)</i>	<b>6,47,324.00</b>	<b>6,47,324.00</b>

#### 15.1 Reconciliation of the number of shares and amount outstanding at the beginning & end of the Reporting Period.

Particulars	As on March 31, 2022		As on March 31, 2021	
	No of shares	Amount (Rs. in Hundred)	No of shares	Amount (Rs. In Hundred)
Balance at the beginning of the year	1,29,46,480	6,47,324.00	1,29,46,480	6,47,324.00
Add: Shares Issued	-	-	-	-
<b>Balance outstanding at the end of the year</b>	<b>1,29,46,480</b>	<b>6,47,324.00</b>	<b>1,29,46,480</b>	<b>6,47,324.00</b>

**15.2 Shares held by each shareholder, holding more than 5% shares, specifying the number of shares held.**

Name of the Shareholder	As on March 31, 2022		As on March 31, 2021	
	No of shares	% holding	No of shares	% holding
Rajeev Singh Dugal	80,89,080	62.48%	80,89,080.00	62.48%
K U Benefit Trust	15,82,000	12.22%	15,82,000.00	12.22%

Promoter Name	Type of Shares	No. of Shares	% of total shares	Shares held by promoters at the end of the year 31st March 2022
				% Change during the year
Rajeev Singh Dugal	Equity	80,89,080	62.48%	0.00%
K U Benefit Trust	Equity	15,82,000	12.22%	0.00%
Kashvi Dugal	Equity	27,960	0.22%	0.00%
Upneet Dugal	Equity	8,396	0.06%	85.55%
<b>Total</b>		<b>97,07,436</b>	<b>74.98%</b>	<b>85.55%</b>

Promoter Name	Type of Shares	No. of Shares	% of total shares	Shares held by promoters at the end of the year 31st March 2021
				% Change during the year
Rajeev Singh Dugal	Equity	80,89,080	62.48%	0.00%
K U Benefit Trust	Equity	15,82,000	12.22%	0.00%
Kashvi Dugal	Equity	27,960	0.22%	0.00%
Upneet Dugal	Equity	4,525	0.03%	0.00%
<b>Total</b>		<b>97,03,565</b>	<b>74.95%</b>	<b>0.00%</b>

**15.3 Rights, preferences and restrictions attached to shares**

The company has one class of equity shares having a par value of ₹5 per share (P.Y. ₹5 per share). Each shareholder is eligible for one vote per share held. 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.



## Note-16

### Other Equity

Particulars	As on Mar 31, 2022 (Rs. in Hundred)	As on March 31, 2021 (Rs. in Hundred)
Capital reserve account	2,367.75	2,367.75
Statutory reserve account	9,34,367.18	9,33,311.66
Surplus i.e. Balance in the Statement of Profit & Loss	44,14,768.67	38,88,063.19
General reserve account	1,19,215.58	1,19,215.58
<b>Total</b>	<b>54,70,719.18</b>	<b>49,42,958.17</b>

#### Movement in other equity

Particulars	As on Mar 31, 2022 (Rs. in Hundred)	As on March 31, 2021 (Rs. in Hundred)
(a) Capital Reserve		
As per last Balance Sheet	2,367.75	2,367.75
Addition during the year	-	-
	<b>2,367.75</b>	<b>2,367.75</b>
(b) Statutory Reserve		
As per last Balance Sheet	9,33,311.66	8,21,028.00
Addition during the year	1,055.52	1,12,283.65
	<b>9,34,367.18</b>	<b>9,33,311.66</b>
(c) Surplus i.e. Balance in the Statement of Profit & Loss		
As per last Balance Sheet	38,88,063.19	34,19,498.91
Add: Total Comprehensive Income during the year	5,27,761.01	5,61,418.27
Add: P/L Appropriation	-	19,429.66
Less: Transfer to Statutory Reserve	-1,055.52	-1,12,283.65
	<b>44,14,768.67</b>	<b>38,88,063.19</b>
(d) General Reserve		
As per last Balance Sheet	1,19,215.58	1,19,215.58
Addition during the year	-	-
	<b>1,19,215.58</b>	<b>1,19,215.58</b>
<b>Total</b>	<b>54,70,719.18</b>	<b>49,42,958.17</b>

## Note-17

### Interest Income

Particulars	As on Mar 31, 2022 Rs in Hundred	As on March 31, 2021 Rs in Hundred
<b>On Financial assets measured at Amortised cost</b>		
Interest on Loans	1,05,753.96	61,313.56
Interest income Debenture/AIF/Bonds	2,38,538.90	1,87,736.94
Exempt Income	871.07	-
Other interest Income	455.68	28.33
<b>Total</b>	<b>3,45,619.61</b>	<b>2,49,078.83</b>

**Note-18****Dividend Income**

Particulars	As on Mar 31, 2022 Rs in Hundred	As on March 31, 2021 Rs in Hundred
Dividend Income	9,180.12	2,781.59
<b>Total</b>	<b>9,180.12</b>	<b>2,781.59</b>

**Note-19****Net gain on fair value changes**

Particulars	As on Mar 31, 2022 Rs in Hundred	As on March 31, 2021 Rs in Hundred
Investments		
Net gain/(loss) on fair value changes	8,998.16	73,512.16
<b>Total</b>	<b>8,998.16</b>	<b>73,512.16</b>

**Note-20****Sale of Service**

Particulars	As on Mar 31, 2022 Rs in Hundred	As on March 31, 2021 Rs in Hundred
Job work service	89,422.22	63,656.31
Rent on Flat	1,485.00	1,420.00
Rent on Motor vehicle	1,595.00	1,740.00
<b>Total</b>	<b>92,502.22</b>	<b>66,816.31</b>

**Note-21****Net Gain on sale of Financial Instruments**

Particulars	As on Mar 31, 2022 Rs in Hundred	As on March 31, 2021 Rs in Hundred
Net Gain on Sale of Financial Instruments/AIFs	2,98,803.02	2,16,908.75
<b>Total</b>	<b>2,98,803.02</b>	<b>2,16,908.75</b>

**Note-22****Other Income**

Particulars	As on Mar 31, 2022 Rs in Hundred	As on March 31, 2021 Rs in Hundred
Other Finance Income	-	8,051.78
Income From F&O Trading	5,353.64	-
Sundry Balances Written Off	8,502.67	-
Profit On Sale of Fixed Asset	2,827.84	-
Other Income	165.97	-
<b>Total</b>	<b>16,850.13</b>	<b>8,051.78</b>

**Note-23****Employee Benefit Expenses**

Particulars	As on Mar 31, 2022 Rs in Hundred	As on March 31, 2021 Rs in Hundred
Salaries and Wages	20,538.32	20,278.43
Stipend / Training Expenses	2,985.19	4,097.14
Director Remuneration	34,200.00	31,800.00
Contribution to provident and other Statutory funds	1,116.99	937.92
Staff welfare expenses	2,794.19	2,008.37
<b>Total</b>	<b>61,634.69</b>	<b>59,121.86</b>

**Note-24****Finance Cost**

Particulars	As on Mar 31, 2022 Rs in Hundred	As on March 31, 2021 Rs in Hundred
Interest on borrowings	222.64	551.12
Bank Charges & Interest	131.99	-
<b>Total</b>	<b>354.63</b>	<b>551.12</b>

**Note-25****Other Expenses**

Particulars	As on Mar 31, 2022 Rs in Hundred	As on March 31, 2021 Rs in Hundred
Advertisement Expenses	381.69	459.80
Auditors' Remuneration	575.00	575.00
Bank Charges & Interest	-	61.24
Conveyance & Travelling	3,358.52	695.26

CSR Welfare Expenses	7,500.00	7,060.00
Demat Charges	327.75	187.26
Directors Sitting Fees	708.00	840.00
Fees & Subscription	513.00	522.64
Donation	100.00	-
General Expenses	30.20	140.45
Insurance Charges	490.54	926.63
Job Charges	15,296.90	11,317.93
Legal Expenses	15,922.92	14,856.20
Listing Fees & Stock Exchange Charges	4,395.50	4,336.50
Loading & Unloading Charges	711.22	324.45
Management and Upfront Fees	51,882.30	30,083.65
Office Maintenance	6,077.25	2,096.61
Postage ,Telegram & Telephone	499.26	156.23
Power & Fuel	9,309.45	7,125.61
Printing & Stationery	1,591.00	875.37
Professional Fees & Consultancy Expenses	5,083.60	5,496.80
Rent, Rates & Taxes	6,714.66	2,256.86
Repair & Maintenance	1,640.27	3,815.31
ROC Charges	68.62	48.56
Security Charges	9,391.93	3,938.40
Security Transaction Tax	4,145.28	927.76
Sales & Business Promotion	1,272.00	264.90
Telephone & Mobile Expenses	301.92	281.62
<b>Total</b>	<b>1,48,288.78</b>	<b>99,671.05</b>

**Note : 26****Auditors Remuneration**

Particulars	As on March 31, 2022	As on March 31, 2021
	Rs in Hundred	Rs in Hundred
Audit Services	575.00	575.00
<b>Total</b>	<b>575.00</b>	<b>575.00</b>

**Note-27****Risk Management**

Whilst risk is inherent in the Company's activities, it is managed through an integrated risk management framework including ongoing identification, measurement and monitoring, subject to risk limits and other controls. This process of risk management is critical to the Company's continuing profitability and each individual within the Company is accountable for the risk exposures relating to his or her responsibilities. The Company is mainly exposed to market risk, liquidity risk and credit risk. It is also subject to various operating and business risks.

The Board of Directors are responsible for the overall risk management approach and for approving the risk management strategies and principles.

The Company has a robust Risk management framework to identify, evaluate business risk and opportunities. This framework seeks to create transparency, minimize adverse impact on the business objectives and enhance the competitive advantage. The framework has a different risk model which helps in identifying risk trends, exposure and potential impact analysis at a company level.

#### **a. Market Risk**

The Company's Financial Instruments are exposed to market changes as are summarised below:

##### **Foreign currency risk**

The Company does not have any exposure to foreign currency. Hence, any fluctuations on account of foreign currency has not arisen.

##### **Equity price risk**

The Company is exposed to equity price risk arising from its investments in equity instruments. Equity price risk is related to the change in market reference price of the investment in equity securities.

##### **Interest rate risk**

The Company is not exposed to interest rate risk as it has borrowings at fixed rate of interest. There are no long term borrowings at floating interest rate which would affect the profitability of the Company due to fluctuation in interest rate.

#### **b. Liquidity Risk**

Liquidity risk is the risk that the Company does not have sufficient financial resources to meet its obligations as they fall due, or will have to do so at an excessive cost. This risk arises from mismatches in the timing of cash flows which is inherent in all finance driven organisations and can be affected by a range of Company-specific and market-wide events.

### **Note-28**

Related party disclosures as required under IND AS - 24 on "Related Party Disclosure" notified by the Central Government.

#### **Subsidiaries Companies**

Precision Automotive Pvt Ltd.  
S R P Oil Private Limited

#### **Step Down Subsidiary**

Sigma HTS LLP

#### **Key Management Personnel**

Rajeev Singh Dugal (Managing Director)  
Upneet Dugal (Executive Director)  
Kawaljeet Kaur Dugal (Non-Executive, Non-Independent Director)  
Harsh Kumar Pandey (Non-Executive Independent Director)  
Sukant Bari (Non-Executive Independent Director)  
Sushil Kumar Khowala (Non-Executive Independent Director)  
Rechan Chhabra (Chief Financial Officer)

(Resigned w.e.f. 30th September 2021)  
Ravi Joshi (Chief Financial Officer)  
(Appointed w.e.f. 26th March 2022)  
Puja Choudhary (Company Secretary)

**Relative of Key Management Personnel**

Kashvi Dugal

**Enterprise Over Which KMP is able to Exercise Significant Influence:**

Premium Residency Pvt Ltd.  
Reflexallen India Pvt. Ltd.  
Jharkhand Agro Farms  
Ban Infra & Developers LLP

Transactions during the Year	Current Year Rs in Hundred	Previous Year Rs in Hundred
<b>Services Availed</b>	<b>1,800.00</b>	<b>1,800.00</b>
a. SRP Oil Pvt Ltd	1,800.00	1,800.00
<b>Managerial Remuneration</b>	<b>45,500.00</b>	<b>47,470.00</b>
a. Rajeev Singh Dugal	12,000.00	12,000.00
b. Upneet Dugal	22,200.00	19,800.00
c. Rechan Chhabra	6,990.00	12,320.00
d. Ravi Joshi	150.00	-
e. Puja Choudhary	4,160.00	3,350.00
<b>Sitting Fees</b>	<b>600.00</b>	<b>840.00</b>
a. Sushil Kumar Khowala	240.00	280.00
b. Malkeet Singh Saini	-	140.00
c. Jayesh Taunk	-	160.00
d. Harsh Kumar Pandey	200.00	180.00
e. Sukant Bari	160.00	80.00

**Note-29**

On the basis of information available with the company, there are no small-scale industrial undertakings to which the Company owes any sum which is outstanding for more than 30 days.

**Note-30**

**Ind AS 108 - Segment Reporting:**

**Information about Primary Business Segments**

(₹ In Hundred)

Particulars	Finance	Job Work	Unallocable	Total
<b>Total Revenue</b>	<b>6,79,451.04</b>	<b>92,502.22</b>	-	<b>7,71,953.26</b>
<i>P.Y.</i>	<i>5,50,333.11</i>	<i>66,816.31</i>	-	<i>6,17,149.42</i>

<b>Segment Result before Interest, Exceptional Items and Tax</b>	<b>4,75,083.05</b>	<b>32,113.82</b>	<b>-</b>	<b>5,07,196.87</b>
<i>P.Y.</i>	<i>3,80,171.74</i>	<i>15,410.70</i>	<i>-</i>	<i>3,95,582.44</i>
Less : Interest Expenses				<b>354.63</b>
<i>P.Y.</i>				<i>551.12</i>
<b>Profit before Taxes</b>				<b>5,06,842.24</b>
				<i>3,95,031.31</i>
Taxes				<b>86,384.95</b>
				<i>70,153.66</i>
<b>Profit after Taxes</b>				<b>4,20,457.29</b>
				<i>3,24,877.66</i>
Segment Assets	<b>63,26,256.44</b>	<b>1,51,994.28</b>	<b>-</b>	<b>64,78,250.72</b>
	<i>57,41,208.37</i>	<i>1,58,990.00</i>	<i>-</i>	<i>59,00,198.37</i>
Segment Liabilities	<b>2,75,436.99</b>	<b>84,770.55</b>	<b>-</b>	<b>3,60,207.54</b>
	<i>2,17,502.18</i>	<i>92,414.02</i>	<i>-</i>	<i>3,09,916.20</i>
Capital Expenditure	<b>1,810.00</b>	<b>-</b>	<b>-</b>	<b>1,810.00</b>
	<i>130.00</i>	<i>-</i>	<i>-</i>	<i>130.00</i>
Depreciation	<b>3,614.16</b>	<b>4,777.98</b>	<b>-</b>	<b>8,392.14</b>
	<i>4,062.79</i>	<i>5,268.71</i>	<i>-</i>	<i>9,331.50</i>

**Note-31****Earnings Per Share (EPS):**

	<b>Current Year</b>	<b>Previous Year</b>
No of Ordinary Shares at the Beginning of the year (in nos.)	1,29,46,480	1,29,46,480
No of Ordinary Shares at the End of the year (in nos.)	1,29,46,480	1,29,46,480
Weighted Average No. of Ordinary Shares (in nos.)	1,29,46,480	1,29,46,480
Outstanding during the year		
Profit (Loss) after tax for calculation of Basic EPS (Rs. in Hundred)	5,27,76,100.88	5,61,41,826.42
Profit (Loss) after tax for calculation of Diluted EPS (Rs. in Hundred)	5,27,76,100.88	5,61,41,826.42
Basic Earnings per share (₹)	4.08	4.34
Diluted Earnings per share (₹)	4.08	4.34

## Note-32

### Directors Remuneration

Particulars	Current Year Rs in Hundred	Previous Year Rs in Hundred
Mr. Rajeev Singh Dugal	12,000.00	12,000.00
Ms. Upneet Dugal	22,200.00	19,800.00
<b>Total</b>	<b>34,200.00</b>	<b>31,800.00</b>

## Note-33

### RBI Schedule for NBFC'S :

Schedule to the Balance Sheet of a non-deposit taking Non-Banking Financial Company as required in terms of paragraph 13 of Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007.

<b>As at 31st March, 2022</b>			
<b>Liabilities Side:</b>		<b>Amount Outstanding (Rs in Lacs)</b>	<b>Amount Overdue (Rs in Lacs)</b>
<b>1. Loans and Advances availed by the NBFC'S inclusive of interest accrued thereon but not paid :</b>			
(a)	Debentures :		
	Secured	NIL	NIL
	Unsecured	NIL	NIL
(other than falling within the meaning of public deposits)			
(b)	Deferred Credits	NIL	NIL
(c)	Term Loans	0.37	NIL
(d)	Inter-Corporate Loans & Borrowings	48.18	NIL
(e)	Commercial Paper	NIL	NIL
(f)	Other Loan (specify nature)	NIL	NIL
<b>2. Break-up (1)(f) above (Outstanding public deposits inclusive of Interest accrued thereon but not paid) :</b>			
(a)	In the form of Unsecured Debentures	NIL	NIL
	In the form of partly secured debentures where there is a shortfall in the value of security	NIL	NIL
(b)		NIL	NIL
(c)	Other Public Deposits	NIL	NIL



**Assets Side:** **Amount Outstanding**  
**As on 31.03.2022**  
**(Rs in Lacs)**

**3. Break-up of Loans and Advances including bills receivable [other than those including in (4) below]:**

(a) Secured	653.80
(b) Unsecured	4.56

**Break-up of Leased Assets and Stock on hire and other assets counting Towards AFC activities:**

(I) Lease Assets including lease rentals under sundry debtors :	NIL
(a) Financial Lease	NIL
(b) Operating Lease	NIL
(II) Stock on hire including hire charges under sundry debtors :	NIL
(a) Assets on hire	NIL
(b) Repossessed Assets	NIL
(III) Other Loans counting towards AFC activities :	NIL
(a) Loans where Assets have been repossessed	NIL
(b) Loans other than (a) above	NIL

**4. Break-up of Investments:**  
**Current Investments**

**(Rs in Lacs)**

(I) Quoted		
(a) Shares :	(i) Equity	249.09
	(ii) Preference	NIL
(b) Debentures & Bonds		NIL
(c) Units of Mutual Funds		1414.08
(d) Government Securities		NIL
(e) Other (please specify)		NIL
(II) Unquoted		
(a) Shares :	(i) Equity	NIL
	(ii) Preference	NIL
(b) Debentures & Bonds		NIL
(c) Units of Mutual Funds		NIL
(d) Government Securities		NIL
(e) Other (please specify)		NIL

**Long Term Investments**

(I) Quoted		
(a) Shares :	(i) Equity	NIL
	(ii) Preference	NIL
(b) Debentures & Bonds		851.51
(c) Units of Mutual Funds		NIL
(d) Government Securities		NIL
(e) Other (PMS)		2788.49
(II) Unquoted		
(a) Shares :	(i) Equity	208.86
	(ii) Preference	NIL
(b) Debentures & Bonds		NIL
(c) Units of Mutual Funds		NIL
(d) Government Securities		NIL
(e) Other (please specify)		NIL

**5. Borrower group-wise classification of assets financed as in (2) and (3) above:**

Category	(Rs in Lacs)		
	Secured	Unsecured	Amount net of Provision Total
1. Related Parties			
(a) Subsidiaries	NIL	NIL	NIL
(b) Companies in the same group	NIL	NIL	NIL
(c) Other Related Parties	NIL	NIL	NIL
2. Other than Related Parties	653.80	4.56	658.36

**6. Investor group-wise classification of all Investments (current and long term) in shares and Securities (both Quoted and Unquoted) :**

Category	(Rs in Lacs)	
	Market Value / Break Up or fair Value or NAV	Book Value (Net of Provisions)
1. Related Parties		
(a) Subsidiaries	208.86	208.86
(b) Companies in the same group	NIL	NIL
(c) Other Related Parties	NIL	NIL
2. Other than Related Parties	5,303.17	5,165.37

**7. Other Information:**

<b>Particulars</b>	<b>Amount</b>	<b>(Rs in Lacs)</b>
(I) Gross Non-Performing Assets	NIL	
(a) Related Parties	NIL	
(b) Other than Related Parties	NIL	
(II) Net Non-Performing Assets	NIL	
(a) Related Parties	NIL	
(b) Other than Related Parties	NIL	
(III) Assets acquired in satisfaction of debt.	NIL	

**Note-34****Title deeds of Immovable Property :**

The title deeds, comprising all the immovable properties of land and buildings, are held in the name of the Company as at the current and previous balance sheet date.

**Note-35****Disclosure of Fair Value of Investment Property:**

On transition to IND AS, the company has elected to continue with the carrying value of all of its property, plant and equipment recognised as at April 1, 2018 measured as per the previous GAAP and use that carrying value as deemed cost of the property, plant and equipment. As a result of the above decision taken by the company, the company is not required to get its valuation done and hence the question of valuation being done by a registered valuer as defined under rule 2 of Companies (Registered Valuers and Valuation) Rules, 2017 does not arise.

**Note-36****Revaluation of Property, Plant & Equipment's:**

The Company has not revalued its property, plant and equipment or intangible assets during the current or previous financial year. Hence the disclosure as to the re-valuation is done by a registered valuer as defined under rule 2 of Companies (Registered Valuers and Valuation) Rules, 2017 does not arise.

**Note-37****Loans & Advances to Directors, Promoters KMPs & Related Parties**

The Company has not granted any loans or advances in the nature of loan outstanding to any of its Promoters, Directors, Key Managerial Personals and related parties.

**Note-38****Capital-Work-in Progress (CWIP) / Intangible assets under development (ITAUD)**

The Company does not have any Capital Work in Progress Account as at the Current and Previous Balance Sheet Date.

**Note-39****Details of Benami Property held**

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

**Note-40****Borrowings from banks or financial institutions on the basis of security of current assets:**

The Company does not have any borrowings from banks and financial institutions on the basis of security of current assets. Hence this disclosure is not applicable to the company.

**Note-41****Wilful Defaulter**

The Company has not been declared as a Wilful Defaulter by any bank or financial institution or government or any government authority.

**Note-42****Relationship with struck off companies**

(₹ In Hundred)				
Name of Struck off Company	Nature of transactions with struck - off company	Balance Outstanding as on 31.03.2022	Balance Outstanding as on 31.03.2021	Relation with the Struck off Company (if any)
POLO SUPPLIERS PVT LTD	Borrowings	8372.10	8372.10	No relationship

**Note-43****Registration of charges or satisfaction with Registrar of Companies**

The Company do not have any pending charges or satisfactions that are yet to be registered with ROC beyond the statutory period.

**Note-44****Compliance with number of layers of companies**

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

**Note-45****Compliance with approved Scheme(s) of Arrangements**

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

**Note-46:****(Rs. in Hundred)****Ratio Analysis And Its Elements**

Sl. No.	Particulars	Formula	As at March 31, 2022			As at March 31, 2021		
			Numerator	Denominator	Ratio%	Numerator	Denominator	Ratio%
1	Capital to Risk Weighted Assets Ratio (CRAR)	Adjusted Net worth / Risk Weighted Assets	61,88,702.36	56,52,734.29	109.48	56,55,440.40	52,12,658.39	108.49
2	Tier I CRAR	Tier I Capital / Risk Weighted Assets	61,18,043.18	56,52,734.29	108.23	55,90,282.17	52,12,658.39	107.24
3	Tier II CRAR	Tier II Capital / Risk Weighted Assets	70,659.18	56,52,734.29	1.25	65,158.23	52,12,658.39	1.25
4	Liquidity Coverage Ratio	Not applicable	NA	NA	NA	NA	NA	NA

**NOTE 47:****Corporate Social Responsibility**

The following is the disclosure with regard to CSR activities :-

	<b>FY 2021-22</b>	<b>(Amt. in Rs.) FY 2020-21</b>
a) Amount required to be spent by the company during the year	0.00	7,03,457.00
b) Amount of expenditure incurred	7,50,000.00	7,06,000.00
c) Shortfall at the end of the year	-	-
d) Total of previous years shortfall	-	-
e) Reason for shortfall	NA	NA
f) Nature of CSR Activities	Making safe available drinking water, Distribution of food, Promotion of Education, Distribution of Mask & Sanitizer, Health Care - Financial Support & Ensuring Environmental Sustainability & Ecological Balance	Eradication of poverty & Hunger, Health Care - Financial Support, Distribution of Food, Distribution of Mask & Sanitizer, Rural Development, Skill Development, Health Awareness Camps and Medical Support Programme

g) Details of related party transactions	NA	NA
(h) Where a provision is made with respect to a liability incurred by entering into a contractual obligation, the movements in the provision during the year	NA	NA

\* The Company has spent an excess amount of Rs. 7,50,000/- during the financial year and the same is being carried forward for immediately succeeding three financial years, in compliance to the provisions of Rule 7(3) of the Companies (CSR Policy) Rules, 2014

## Note-48

### Utilisation of Borrowed funds and share premium:

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

- a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiaries) or
- b) provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries

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

- a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
- b) provide any guarantee, security or the like on behalf of the ultimate beneficiaries

C. The Company has used the borrowings from Banks and Financial Institutions for the specific purpose for which it was taken at the balance sheet date.

## Note-49

### Details of Crypto Currency or Virtual Currency

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

## Note-50

### Undisclosed Income

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

## Note-51

Previous year's figure have been regrouped/reclassified / re-arranged wherever necessary to correspond with the current year's classification/disclosure.

## Note-52

The figures have been rounded off to the nearest Hundreds of rupees up to two decimal places.

As per our report of even date attached.

**For Prasad Kumar & Co.**

**Chartered Accountants**  
**FRN: 008816C**

**Sd/-**

**Rajesh Prasad**  
**Partner**  
**M. No. 075409**

**Date: May 30, 2022**  
**Place: Jamshedpur**  
**UDIN: 22075409AKPVQW3132**

**For and on behalf of the Board of Directors of**  
**RSD Finance Limited**

**Sd/-**

**Rajeev Singh Dugal**  
Managing Director  
DIN: 00052037

**Sd/-**

**Ravi Joshi**  
Chief Financial Officer

**Sd/-**

**Upneet Dugal**  
Director  
DIN: 07680726

**Sd/-**

**Puja Choudhary**  
Company Secretary

# **CONSOLIDATED FINANCIAL STATEMENTS**



## INDEPENDENT AUDITOR'S REPORT

### To the Members of RSD Finance Limited

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

##### Opinion

We have audited the consolidated financial statements of RSD Finance Limited (herein refer to as the "Holding Company") and its subsidiaries (Holding Company and its subsidiaries together referred to as "the Group") which comprise the Consolidated Balance Sheet as at 31st March 2022, the Consolidated Statement of Profit and Loss (including other comprehensive income), Consolidated Statement of Changes in Equity and Consolidated Statement of Cash Flows for the year then ended, and notes to the Consolidated financial statements, including a summary of significant accounting policies and other explanatory information (herein 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 Ind AS financial statements give the information required by the Companies Act, 2013 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, 2022, and its consolidated total comprehensive income (comprising of profit and comprehensive loss) , consolidated change in equity, its consolidated profit/loss and its consolidated cash flows for the year then ended.

##### Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Consolidated Financial Statements* section of our report. We are independent of the

Group, its associates and jointly controlled entities 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 together with the ethical requirements that are relevant to our audit of the Consolidated financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the consolidated financial statements.

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

The Holding Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the consolidated 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 and, in doing so, consider whether the other information is materially inconsistent with the Consolidated financial statements or our knowledge obtained during the course of our audit or otherwise appears to be

materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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

The Holding Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these Consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance, consolidated change in equity and consolidated cash flows of the Group in accordance with the accounting principles generally accepted in India, including the accounting Standards (IND AS) specified under section 133 of the Act. The respective Board of Directors of the companies included in the Group and of its associates and jointly controlled entities are responsible for 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 financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding company, as aforesaid.

In preparing the consolidated financial statements, the respective Board of Directors of the companies included in the Group and of its associates and

jointly controlled entities is responsible for assessing the ability of the Group and of its associates and jointly controlled 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 Board of Directors either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group and of its associates and jointly controlled entities is responsible for overseeing the financial reporting process of the Group and of its associates and jointly controlled entities.

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

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

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional 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 Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group and of its associates and jointly controlled entities to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group and of its associates and jointly controlled entities to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial

statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group of which we are the independent auditors, to express an opinion on the consolidated Ind AS 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 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.

We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated financial statements of which we are independent auditors 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 audit report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

### Other Matters

1. We did not audit the financial statements / financial information of three subsidiaries whose financial statements / financial information reflect total asset of Rs. 2,21,11,71,946/- as at 31<sup>st</sup> March, 2022, total revenues of Rs. 90,78,06,819/- and net cash inflows amounting to Rs. 5,33,528.37/- for the year ended on that date, as considered in the consolidated financial statements. These financial statements / financial information 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 these subsidiaries and our report in terms of sub-section (3) of section 143 of the Act, in so far as it relates to the aforesaid subsidiaries is based solely on the reports of other auditors.

2. 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 other auditors and the financial statements / financial information certified by the management.

### Report on Other Legal and Regulatory Requirements

1. With respect to the matters specified in paragraphs 3(xxi) and 4 of the Companies (Auditor's Report) Order, 2020 (the "Order"/ "CARO") issued by the Central Government in terms of Section 143(11) of the Act, to be included in the Auditor's report, according to

the information and explanations given to us, and further to the comments in "Annexure A" to Independent Auditor's Report on Standalone Financial Statements issued by us and auditors of its subsidiaries included in the consolidated financial statements of the Company, we report that there are no qualifications or adverse remarks in these CARO reports.

2. As required by Section 143(3) of the Act, we report that:
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statements.
  - b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books and the reports of the other auditors.
  - c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss (including other comprehensive income), the Consolidated Statement of Changes of Equity and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the books of account maintained for the purpose of preparation of the consolidated financial statements.
  - d) In our opinion, the aforesaid consolidated financial statements comply with the Ind AS specified under Section 133 of the Act read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - e) On the basis of the written representations received from the directors of the Holding

Company as on 31st March, 2022 taken on record by the Board of Directors the Holding Company and the reports of the statutory auditors of its subsidiary companies, associate companies and jointly controlled companies incorporated in India, none of the directors of the Group Company, its associates companies and jointly controlled companies incorporated in India is disqualified as on 31st March, 2022 from being appointed as a director in terms of Section 164(2) of the Act.

- f) With respect to the adequacy of the internal financial controls over financial reporting of the Group 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 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. There were no pending litigations which would impact its consolidated financial position of the Group Company, its associates' companies and jointly controlled entities.
  - II. The Group Company, its associates companies and jointly controlled entities has made provision, as required under the applicable law or accounting standards (IND AS), for material foreseeable losses, if any, on long term contracts including derivative contracts.
  - III. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Holding Company, its associates' companies and jointly controlled companies incorporated in India.
  - IV. The respective Managements of the Company and its subsidiaries which are companies incorporated in India, whose financial statements have been audited under the Act, have represented to us that, to the best of their knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company or any of such subsidiaries to or in any other person or entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company or any of such subsidiaries ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
  - V. The respective Managements of the Company and its subsidiaries which are companies incorporated in India, whose financial statements have been audited under the Act, have represented to us that, to the best of their knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company or any of such subsidiaries from any person or entity, with the understanding, whether recorded in writing or otherwise, that the Company or any of such subsidiaries shall, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the

Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

VI. Based on the audit procedures that have been considered reasonable and appropriate in the circumstances performed by us on the Company and its subsidiaries which are companies incorporated in India whose financial statements have been audited under the Act, nothing has come to our notice that has caused us to believe that the representations under sub-clause (iv) and (v) contain any material misstatement.

VII. The Company has not declared any dividend during the year hence the compliance of Section 123 of the Companies Act 2013 is not required.

**For Prasad Kumar & Co.  
Chartered Accountants  
(FRN – 008816C)**

**Sd/-**

**(Rajesh Prasad)  
Partner  
M. No. – 075409  
UDIN: 22075409AKPWKH2130**

**Date: 30.05.2022**

**Place: Jamshedpur**

## **Annexure A to the Auditors' Report**

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

We have audited the internal financial controls over financial reporting of **RSD Finance Limited** (herein referred to as the "the Holding Company") as of 31 March 2022 in conjunction with our audit of the consolidated 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 the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

### **Auditors' Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal

Financial Controls Over Financial Reporting (the 'Guidance Note') and the Standards on Auditing, issued by ICAI and deemed to be prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting were 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 auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

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

A company's internal financial control over financial reporting is a process designed to

provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with Ind AS. 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 Ind AS and that receipts and expenditures of the Company are being made only in accordance with authorizations of the Management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

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

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial

control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

#### **Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2022, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

**For Prasad Kumar & Co.  
Chartered Accountants  
(FRN – 008816C)**

**Sd/-**

**(Rajesh Prasad)  
Partner  
M. No. – 075409  
UDIN: 22075409AKPWKH2130**

**Date: 30.05.2022  
Place: Jamshedpur**



## Consolidated Balance Sheet

as on March 31, 2022

Rs. in Hundred

Particulars		Note No.	As at Mar 31, 2022	As at March 31, 2021
<b>(A) ASSETS</b>				
<b>(1) Financial Assets</b>				
(a)	Cash and cash equivalents	3	10,720.63	4,178.91
(b)	Bank Balance other than cash and cash equivalents	3A	7,84,507.15	3,10,665.35
(c)	Trade Receivables	4	3,07,551.17	2,26,664.76
(d)	Loans	5	6,90,616.84	5,25,315.13
(e)	Investments	6	1,60,63,102.07	1,39,79,850.70
(f)	Other Financial assets	7	-	36,378.04
<b>(2) Non-financial Assets</b>				
(a)	Inventories	8	7,48,223.13	3,05,159.77
(b)	Property, Plant and Equipment	9		
(i)	(i) Tangible Assets		54,30,633.26	40,84,914.32
	(ii) Capital WIP		-	15,53,567.88
	(iii) Intangible Assets		8,916.18	32,308.58
(c)	Other Non-Financial Assets	10	11,40,007.25	3,63,752.27
<b>Total Assets</b>			<b>2,51,84,277.67</b>	<b>2,14,22,755.71</b>
<b>(B) LIABILITIES AND EQUITY</b>				
<b>(1) LIABILITIES</b>				
<b>(1.1) Financial Liabilities</b>				
(a)	Payables			
	Trade Payables	11		
	(i) total outstanding dues of micro enterprises and small enterprises		-	63,899.96
	(ii) total outstanding dues of creditors other than micro enterprises and small enterprises		7,06,403.11	5,88,297.86
(b)	Borrowings (Other than Debt Securities)	12	32,96,587.88	20,20,026.90
<b>(1.2) Non-Financial Liabilities</b>				
(a)	Current tax liabilities (Net)	13	5,94,992.28	1,34,781.87
(b)	Provisions	14	2,12,475.55	2,43,028.37
(c)	Deferred tax Liability (Net)	15	2,69,674.93	1,65,174.73
(d)	Other non-financial liabilities (to be specified)	16	1,76,101.24	4,32,481.18
<b>Total Liabilities</b>			<b>52,56,234.99</b>	<b>36,47,690.87</b>
<b>(2) EQUITY</b>				
(a)	Equity Share capital	17	6,47,324.00	6,47,324.00
(b)	Other Equity	18	1,69,10,606.65	1,50,01,023.58
<b>Total Equity attributable to owners of parent</b>			<b>1,75,57,930.65</b>	<b>1,56,48,347.58</b>
<b>Non-controlling interest</b>			<b>23,70,112.04</b>	<b>21,26,717.26</b>
<b>Total Equity</b>			<b>1,99,28,042.69</b>	<b>1,77,75,064.84</b>
<b>Total Liabilities and Equity</b>			<b>2,51,84,277.67</b>	<b>2,14,22,755.71</b>

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

As per our report of even date attached.

### For Prasad Kumar & Co.

Chartered Accountants

FRN: 008816C

Sd/-

**Rajesh Prasad**

Partner

M. No. 075409

Place: Jamshedpur

Date: May 30, 2022

UDIN: 22075409AKPWKH2130

### For and on behalf of the Board of Directors of RSD Finance Limited

Sd/-

**Rajeev Singh Dugal**

Managing Director

DIN: 00052037

Sd/-

**Ravi Joshi**

Chief Financial Officer

Sd/-

**Upneet Dugal**

Director

DIN: 07680726

Sd/-

**Puja Choudhary**

Company Secretary

## Consolidated Profit And Loss

as on March 31, 2022

Rs in Hundred Except EPS

Particulars		Note No.	As at Mar 31, 2022	As at March 31, 2021
<b>Revenue from Operations</b>				
i	Interest Income	19	13,08,646.47	4,94,737.06
ii	Dividend Income	20	93,099.48	57,240.51
iii	Net gain on fair value changes	21	2,53,701.04	2,80,383.87
iv	Sale of finished goods	22	49,44,877.25	27,23,306.05
v	Sale of service	23	27,15,833.44	15,04,655.93
<b>I</b>	<b>Total revenue from operations</b>		<b>93,16,157.68</b>	<b>50,60,323.42</b>
<b>Other Income</b>				
i	Net Gain on sale of Financial Instruments	24	4,00,005.55	3,94,956.29
ii	Other Income	25	99,366.15	72,848.28
<b>II</b>	<b>Total Other income</b>		<b>4,99,371.71</b>	<b>4,67,804.57</b>
<b>III</b>	<b>Total income</b>		<b>98,15,529.39</b>	<b>55,28,127.99</b>
<b>Expenses</b>				
i	Cost of materials consumed	26	28,76,859.03	20,49,923.57
ii	Cost of stores consumed	27	6,59,561.90	2,52,572.18
iii	Employee benefits expenses	28	5,23,364.84	3,67,440.82
iv	Finance costs	29	2,16,854.09	1,69,706.11
v	Depreciation and amortisation expense	9	10,71,985.67	5,01,134.49
vi	Provisions	30	23,847.18	91,172.56
vii	Other expenses	31	20,44,007.06	11,43,469.88
<b>IV</b>	<b>Total expenses</b>		<b>74,16,479.76</b>	<b>45,75,419.62</b>
<b>Profit / (Loss) before exceptional items and tax</b>			<b>23,99,049.63</b>	<b>9,52,708.37</b>
<b>Exceptional items</b>				
<b>VI</b>	<b>Profit / (Loss) before tax</b>		<b>23,99,049.63</b>	<b>9,52,708.37</b>
<b>Tax expense</b>				
a)	Current Tax	13	5,94,992.28	1,34,781.87
b)	Deferred Tax	15	990.84	25,716.63
<b>VII</b>	<b>Total Tax Expenses</b>		<b>5,95,983.12</b>	<b>1,60,498.50</b>
<b>VIII</b>	<b>Net Profit/ (Loss) for the period</b>		<b>18,03,066.51</b>	<b>7,92,209.87</b>
<b>Other Comprehensive Income</b>				
Items that will not be classified to profit or loss				
(i) Items that will not be classified to profit or loss			4,54,143.67	4,95,678.25
(ii) Income tax relating to items that will not be classified to profit or loss			1,03,509.36	90,749.14
<b>IX</b>	<b>Total other comprehensive income for the year (net of tax)</b>		<b>3,50,634.31</b>	<b>4,04,929.11</b>
<b>X</b>	<b>Total comprehensive income for the period</b>		<b>21,53,700.82</b>	<b>11,97,138.98</b>
<b>XI</b>	<b>Profit for the period attributable to</b>			
Owners of the company			16,01,828.37	7,09,452.36
Non-Controlling Interest			2,01,238.13	82,757.52
<b>XII</b>	<b>Other Comprehensive Income attributable to</b>			
Owners of the company			3,15,977.66	3,63,729.37
Non-Controlling Interest			34,656.64	41,199.73
<b>XIII</b>	<b>Total Comprehensive Income attributable to</b>			
Owners of the company			19,17,806.04	10,73,181.73
Non-Controlling Interest			2,35,894.78	1,23,957.25
<b>XIV</b>	<b>Paid-up Equity Share Capital (Face Value of Rs. 5 per share)</b>		<b>6,47,324.00</b>	<b>6,47,324.00</b>
<b>XV</b>	<b>Earnings per share : (in Rs.)</b>			
(a) Basic		34	14.81	8.29
(b) Diluted		34	14.81	8.29

The accompanying notes are an integral part of Consolidated financial statements.  
As per our report of even date attached.

**For Prasad Kumar & Co.**  
Chartered Accountants  
FRN: 008816C

Sd/-

**Rajesh Prasad**  
Partner  
M. No. 075409  
Date: May 30, 2022  
Place: Jamshedpur  
UDIN: 22075409AKPWKH2130

**For and on behalf of the Board of Directors of  
RSD Finance Limited**

Sd/-

**Rajeev Singh Dugal**  
Managing Director  
DIN: 00052037

Sd/-

**Upneet Dugal**  
Director  
DIN: 07680726

Sd/-

**Ravi Joshi**  
Chief Financial Officer

Sd/-

**Puja Choudhary**  
Company Secretary

## Consolidated Cash Flow Statements

as on March 31, 2022

Sl. No.	Particulars	Rs. in Hundred Current Year	Rs. in Hundred Previous Year
<b>1</b>	<b>Cash Flow From Operating Activities</b>		
	Net Profit before Tax	<b>23,99,049.63</b>	<b>9,52,708.37</b>
	Add : Adjustments for		
	Depreciation	10,71,985.67	5,01,134.49
	Gain/(Loss) on Remeasurement of Financial Assets	4,54,143.66	4,95,678.25
	Provisions	23,847.18	91,172.56
	Less : Adjustment for		
	P/L Appropriation	722.97	-23,279.66
	Profit on Sale of Investment	4,00,005.55	3,94,956.29
	Dividend Received	93,099.48	57,240.51
	Interest Income	13,08,646.47	4,94,737.05
	Operating Profit before Working Capital Changes	<b>21,46,551.66</b>	<b>11,17,039.47</b>
	Adjustments for:-		
	Inventories	-4,43,063.36	63,667.91
	Trade Receivables	-80,886.41	1,22,394.44
	Other Non-Financial Liabilities	-2,56,379.94	-2,20,922.98
	Other Non-Financial Assets	-7,76,254.98	5,54,146.59
	Other Financial Assets	36,378.04	33,489.04
	Trade Payables	54,205.30	1,18,551.08
	Net cash generated from operating activities	<b>6,80,550.31</b>	<b>17,88,365.54</b>
	Tax Paid/Provided	1,89,181.87	3,03,156.24
	<b>Net cash generated from operation [A]</b>	<b>4,91,368.45</b>	<b>14,85,209.30</b>
<b>2</b>	<b>Cash Flow From Investing Activities</b>		
	Profit on sale of Investment	4,00,005.55	3,94,956.29
	(Purchase)/Sale of Investments	-20,83,251.36	-12,79,225.87
	Loans	-1,65,301.72	-5,08,947.81
	Dividend Received	93,099.48	57,240.51
	Interest Received	13,08,646.47	4,94,737.05
	Sale/(Purchase) of Assets	-8,40,744.32	-4,35,541.51
	<b>Net cash from investing activities [B]</b>	<b>-12,87,545.90</b>	<b>-12,76,781.34</b>
<b>3</b>	<b>Cash Flow From Financing Activities</b>		
	Proceeds from Long Term Borrowings	12,76,560.97	-62,828.36
	Capital introduction in Subsidiary		-
	<b>Net cash from financing activities [C]</b>	<b>12,76,560.97</b>	<b>-62,828.36</b>
	Net Increase/(Decrease) in Cash & Cash equivalents [A+B+C]	<b>4,80,383.52</b>	<b>1,45,599.61</b>
	<b>Cash &amp; Cash equivalents (Opening balance)</b>	<b>3,14,844.26</b>	<b>1,69,244.65</b>
	<b>Cash &amp; Cash equivalents (Closing balance)</b>	<b>7,95,227.78</b>	<b>3,14,844.26</b>

\* The above statement of cash flows has been prepared under the Indirect method as set-out in IND AS 7, Statement of Cash Flows

\*\* Components of Cash & Cash Equivalents are disclosed in Note No. 3

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

As per our report of even date attached.

**For Prasad Kumar & Co.**  
Chartered Accountants  
FRN: 008816C

Sd/-

**Rajesh Prasad**  
Partner  
M. No. 075409

Date: May 30, 2022  
Place: Jamshedpur  
UDIN: 22075409AKPWKH2130

**For and on behalf of the Board of Directors of RSD  
Finance Limited**

Sd/-

**Rajeev Singh Dugal**  
Managing Director  
DIN: 00052037

Sd/-

**Ravi Joshi**  
Chief Financial Officer

Sd/-

**Upneet Dugal**  
Director  
DIN: 07680726

Sd/-

**Puja Choudhary**  
Company Secretary

## Statement Of Changes In Equity

Name of the Non-Banking Financial Company: **RSD FINANCE LIMITED**

Consolidated Statement of Changes in Equity for the period ended : 31st March 2022

### A. Equity Share Capital

Particulars	(Rs. in Hundred) Amount
<b>Balance as at April 1, 2020</b>	<b>6,47,324.00</b>
Changes in equity share capital due to prior period errors	-
<b>Re-stated balance at the beginning of the current reporting period</b>	<b>6,47,324.00</b>
Changes in equity share capital during F.Y 2020-21	-
<b>Balance as at March 31, 2021</b>	<b>6,47,324.00</b>
Changes in equity share capital due to prior period errors	-
<b>Re-stated balance at the beginning of the current reporting period</b>	<b>6,47,324.00</b>
Changes in equity share capital during F.Y 2021-22	-
<b>Balance as at March 31, 2022</b>	<b>6,47,324.00</b>

### B. Other Equity

Particulars	Rs. in Hundred					
	Statutory Reserves	Capital Reserve	Securities Premium	General Reserve	Surplus i.e. Balance in the Statement of Profit & Loss	Total
<b>Restated balance as at April 01, 2020</b>	<b>8,21,028.00</b>	<b>12,87,560.63</b>	<b>-</b>	<b>54,68,329.21</b>	<b>63,27,644.36</b>	<b>1,39,04,562.20</b>
Add: Total Comprehensive Income for the year	-	-	-	-	10,73,181.72	10,73,181.72
Add: Addition During the Year	1,12,283.65	-	-	-	-	1,12,283.65
<b>Total Comprehensive Income for the year</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>10,73,181.72</b>	<b>11,85,465.37</b>
Appropriation to Statutory Reserves	-	-	-	-	-1,12,283.65	-1,12,283.65
Other Appropriation	-	-	-	-	23,279.66	23,279.66
<b>Balance at March 31, 2021</b>	<b>9,33,311.65</b>	<b>12,87,560.63</b>	<b>-</b>	<b>54,68,329.21</b>	<b>73,11,822.09</b>	<b>1,50,01,023.58</b>
<b>Balance at April 01, 2021</b>	<b>9,33,311.65</b>	<b>12,87,560.63</b>	<b>-</b>	<b>54,68,329.21</b>	<b>73,11,822.09</b>	<b>1,50,01,023.58</b>
Add: Total Comprehensive Income for the year	-	-	-	-	19,17,806.04	19,17,806.04
Add: Addition During the Year	1,05,552.20	-	-	-	-	1,05,552.20
<b>Total Comprehensive Income for the year</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>19,17,806.04</b>	<b>20,23,358.24</b>
Appropriation to Statutory Reserves	-	-	-	-	-1,13,052.20	-1,13,052.20
Other Appropriation	-	-	-	-	-722.97	-722.97
<b>Balance at March 31, 2022</b>	<b>10,38,863.86</b>	<b>12,87,560.63</b>	<b>-</b>	<b>54,68,329.21</b>	<b>91,15,852.95</b>	<b>1,69,10,606.65</b>

## Notes forming Integral part of the Consolidated Financial Statements

### Note-1

#### Corporate Information

RSD Finance Limited (the "Company") is a public limited company incorporated under the provisions of the Erstwhile Companies Act, 1956. The Company is engaged in fund-based activities like providing loans and advances, inter-corporate deposits, loans against securities and investments in shares and securities. The Company also carries out job work activities. The shares of the Company are listed on The Calcutta Stock Exchange Limited and Bombay Stock Exchange. The Company holds a certificate of registration from the Reserve Bank of India ("RBI") to carry on the business of Non-Banking Financial Institution ("NBFI") under the category of Non-Deposit taking Company.

### Note-2

#### Summary of Significant Accounting Policies

##### 2.0. Principles of Consolidation:

The Consolidated Financial statements consist of RSD Finance Limited ("the Company") and its subsidiary company (collectively referred to as "the Group"). The consolidated financial statements have been prepared on the following basis:

- The financial statements of the company and its subsidiary company have been combined on a line-by-line basis by adding together the book values (measures at fair value as per IND AS) of like items of assets, liabilities, income and expenses, after fully eliminating intra-group balances and intra-group transactions resulting in unrealised profits or losses as per IND AS 110 - "Consolidated financial statements" notified by companies (Indian accounting standards) Rules, 2015, as amended.

- The financial statements of the subsidiary used in the consolidation are drawn up to the same reporting date as that of the company i.e. 31st march, 2022

The List of Subsidiary Company which is included in the consolidation and the Group Holdings therein are as under.

Name of the Company / Body Corporate		Precision Automotive Pvt Ltd	SRP OIL Pvt Ltd	Sigma HTS LLP
Ownership in %	2021-22	100	52.55	65
	2020-21	100	52.55	65
Country of Incorporation		India	India	India

##### 2.1. Statement of compliance:

The financial statements have been prepared as a going concern in accordance with Indian Accounting Standards (Ind AS) notified under the Section 133 of the Companies Act, 2013 ("the Act") read with the Companies (Indian Accounting Standards) Rules, 2015 and other relevant provisions of the Act.

##### 2.2. Accounting Policies:

The financial statements have been prepared and presented in accordance with Ind AS under the historical cost convention on the accrual basis except for certain financial instruments which are measured at fair value at the end of each reporting period, as explained in the accounting policies mentioned below. Historical cost is generally based on the fair value of the consideration given in exchange of goods or services. The Company complies with the Indian Accounting Standards issued by the Institute of Chartered Accountants of India and the relevant provisions of the Companies Act, 2013, to the extent applicable and directions prescribed by the Reserve Bank of India. The financial statements are presented in Indian rupees.

### 2.3. Use of estimates and judgments:

The preparation of financial statements in conformity with Ind AS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amount of assets, liabilities, income, expenses and disclosures of contingent assets and liabilities at the date of these financial statements and the reported amount of revenues and expenses for the years presented. Actual results may differ from the estimates.

Estimates and underlying assumptions are reviewed at each balance sheet date. Revisions to accounting estimates are recognised in the period in which the estimates are revised and future periods affected.

### 2.4. Revenue Recognition:

The applicability of Ind AS 115, Revenue Recognition provides for a single model of accounting revenue from contracts with customers based on the identification and satisfaction of performance obligations.

Income and expenditure are accounted for on accrual basis, wherever ascertainable.

Dividend are recognised only when the right to receive is established

Interest Income is recognised as and when they become accrued.

### 2.5. Trade receivables:

Trade receivables are recognised initially at fair value and subsequently measured at amortised cost less provision for impairment, if any.

### 2.6. Cash and cash equivalents:

Cash and Cash equivalents include cash on hand, cheques and drafts in hand, balances with bank and deposits held at call with financial institutions. These do not include

bank balances earmarked / restricted for specific purposes.

### 2.7. Investments and other financial assets:

#### (i) Classification

The Company classifies its financial assets in the following measurement categories:

- those to be measured subsequently at fair value (either through other comprehensive income, or through profit or loss), and
- those measured at amortised cost.

The classification depends on the Company's business model for managing the financial assets and the contractual terms of the cash flows.

For assets measured at fair value, gains and losses will either be recorded in profit or loss or other comprehensive income. For investments in debt instruments, this will depend on the business model in which the investment is held. For investments in equity instruments, this will depend on whether the Company has made an irrevocable election at the time of initial recognition to account for the equity investment at fair value through other comprehensive income. The Company reclassifies debt investments when and only when its business model for managing those assets changes.

#### (ii) Measurement

Financial assets are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets (other than financial assets at fair value through profit or loss) are added to financial assets, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets at fair value through profit or loss are

recognised immediately in the Statement of Profit and 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. There are three measurement categories into which the group classifies its debt instruments:

#### Amortised cost:

Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortised cost. A gain or loss on a debt investment that is subsequently measured at amortised cost and is not part of a hedging relationship is recognised in profit or loss when the asset is derecognised or impaired. Interest income from these financial assets is included in other gain or loss using the effective interest rate method.

#### **Fair value through other comprehensive income (FVOCI):**

Assets that are held for collection of contractual cash flows and for selling the financial assets, where the assets' cash flows represent solely payments of principal and interest, are measured at fair value through other comprehensive income FVOCI. Movements in the carrying amount are taken through OCI, except for the recognition of impairment gains or losses and interest revenue are recognised in profit and loss. When the financial asset is derecognised, the cumulative gain or loss previously recognised in OCI is reclassified from equity to profit or loss and recognised under other income. Interest income from these financial assets is included in other gain or loss using the effective interest rate method.

#### **Fair value through profit or loss (FVPL):**

Assets that do not meet the criteria for amortised cost or FVOCI are measured at fair value through profit or loss. A gain or loss on a debt investment that is subsequently measured at fair value through profit or loss is recognised in profit or loss and presented in the statement of profit and loss under other gain or loss in the period in which it arises. Interest or dividend income, if any from these financial assets is separately included in other gain or loss.

#### -Equity investments (other than investments in subsidiaries)

The Company subsequently measures all equity investments at fair value. Where the Company's management has elected to present fair value gains and losses on equity investments in other comprehensive income, there is no subsequent reclassification of fair value gains and losses to profit or loss. Dividends from such investments continue to be recognised in profit or loss as other income when the Company's right to receive payments is established. Impairment losses (and reversal of impairment losses) on equity investments measured at FVOCI are not reported separately from other changes in fair value.

Changes in the fair value of financial assets at fair value through profit or loss are recognised in other gain or loss in the statement of profit and loss.

#### -Equity Investments (in subsidiaries)

Investments in subsidiaries, associates and joint venture are carried at cost less accumulated impairment losses, if any.

#### **(iii) Derecognition**

The Company derecognizes a financial asset when the contractual rights to the cash flows from the financial asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the

risks and rewards of ownership of the financial asset are transferred or in which the Company neither transfers nor retains substantially all of the risks and rewards of ownership and does not retain control of the financial asset. If the Company enters into transactions whereby it transfers assets recognised on its balance sheet, but retains either all or substantially all of the risks and rewards of the transferred assets, the transferred assets are not derecognized.

### **Derivative financial instruments**

The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

## **2.8. Financial liabilities**

**Classification:** Financial liabilities and equity instruments issued by the Company are classified according to the substance of the contractual arrangements entered into and the definitions of a financial liability and an equity instrument.

**Initial Recognition and Measurement:** Financial liabilities are recognised when the Company becomes a party to the contractual provisions of the instrument. Financial liabilities are initially measured at the amortised cost unless at initial recognition, they are classified as fair value through profit and loss.

**Derecognition:** A financial liability is derecognised when the obligation specified in the contract is discharged, cancelled or expires.

## **2.9. Property, plant and equipment:**

Property, plant and equipment are carried at cost of acquisition or construction less accumulated depreciation. The cost of fixed assets comprises of purchase price and all other attributable costs of bringing the assets to working condition for intended use.

Cost of an item of property, plant and equipment comprises its purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates, any directly attributable cost of bringing the item to its working condition for its intended use and estimated costs of dismantling and removing the item and restoring the site on which it is located.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in the statement of profit and loss.

### **Transition to Ind-AS**

On transition to IND AS, the company has elected to continue with the carrying value of all of its property, plant and equipment recognised as at April 1, 2018 measured as per the previous GAAP and use that carrying value as deemed cost of the property, plant and equipment.

## **2.10 Depreciation:**

On fixed assets, depreciation is provided on written down Value method. The rates of depreciation prescribed in Schedule II to the Companies Act, 2013, are considered as minimum rates.

Leasehold Land is not depreciated or amortized.

## **2.11. Trade and other payables:**

These amounts represent liabilities for goods and services provided to the Company prior to the end of financial period which are unpaid. They are recognised at their fair value.



## 2.12. Impairment of non-financial assets

At the end of each reporting period, the Company reviews the carrying amounts of its assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss, if any. When it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the cash generating unit to which the asset belongs.

Recoverable amount is the higher of fair value less costs of disposal and value in use. 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 for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised immediately in the statement of Profit and Loss.

When an impairment loss subsequently reverses, the carrying amount of the asset (or a cash-generating unit) is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset (or cash generating unit) in prior years. A reversal of an impairment loss is recognised immediately in the statement of Profit and Loss.

## 2.13. Employee benefits:

### (i) Short-term employee benefits:

All employee benefits payable wholly within twelve months of rendering the service are classified as short term employee benefits. These benefits include salary, wages and bonus. The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees is recognised during the period of rendering of service by the employee.

### (ii) Post-employment benefits:

Defined contribution plans

The Company has defined contribution plans for post-employment benefits namely Provident Fund which are recognised by the income tax authorities. The Company contributes to a Government administered provident fund on behalf of its employees and has no further obligation beyond making its contribution. The Company makes contributions to state plans namely Employee's State Insurance Fund and has no further obligation beyond making the payment to them. The Company's contributions to the above funds are charged to the Statement of Profit and Loss every year.

## 2.14 Provisions and contingencies:

**Provisions:** Provisions are recognised when there is a present obligation or constructive obligation 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 there is a reliable estimate of the amount of the obligation.

**Contingent Liabilities:** Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain

future events not wholly within the control of the company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made.

### **2.15. Earnings per share:**

Basic EPS is computed by dividing the net profit attributable to shareholders by the weighted average number of equity shares outstanding during the year.

Diluted EPS is computed using the weighted average number of equity and dilutive equity equivalent shares outstanding during the year-end, except where the results would be anti-dilutive.

### **2.16 Borrowings:**

Borrowing Cost that are directly attributable to the acquisition/ construction of the qualifying asset are capitalised until the time all the substantial activities necessary to prepare such assets for the intended use are complete. All other borrowing costs are recognised as expenditure during the period in which they are incurred.

Borrowings are initially recognised at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortised cost.

Borrowings are removed from the balance sheet when the obligation specified in the contract is discharged, cancelled or expired. The difference between the carrying amount of a financial liability that has been extinguished or transferred to another party and the consideration paid, including any non-cash assets transferred or liabilities assumed is recognised in profit or loss.

### **2.17. Foreign exchange transactions**

The Company during the year did not have foreign exchange transaction.

### **2.18. Taxation**

Income tax expense comprises current tax (i.e. amount of tax for the period determined in accordance with Income Tax Act, 1961) and deferred tax charge or credit (reflecting the tax effects of timing differences between accounting income and taxable income for the period). The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognised using the tax rates that have been enacted or substantively enacted by the balance sheet date.

Deferred tax assets are recognised only to the extent there is reasonable certainty that the assets can be realised in future; however, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognised only if there is a virtual certainty of realization of such assets. Deferred tax assets are reviewed as at each balance sheet date and written down or written up to reflect the amount that is reasonably / virtually certain (as the case may be) to be realised.

Deferred tax assets include Minimum Alternative Tax (MAT) paid in accordance with the tax laws in India, which is likely to give future economic benefits in the form of availability of set off against future income tax liability. Accordingly, MAT is recognised as deferred tax asset in the balance sheet when the asset can be measured reliably, and it is probable that the future economic benefit associated with asset will be realised.

Current and deferred tax expense is recognised in the Statement of Profit and Loss, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognised in other comprehensive income or directly in equity respectively.

**2.19.** The Company has not accepted any Public Deposits during the year under review and the Board of Directors have passed resolution to the effect that the Company has neither accepted Public Deposit nor would accept any public Deposit during the year.

### Note-3

#### Cash and Cash Equivalents

Particulars	As on March 31, 2022 (Rs. In Hundred)	As on March 31, 2021 (Rs. In Hundred)
Cash in Hand	10,720.63	4,178.91
Cheques, drafts on hand	-	-
<b>Total</b>	<b>10,720.63</b>	<b>4,178.91</b>

### Note-3A

#### Bank balances other than cash and cash equivalent

Particulars	As on March 31, 2022 (Rs. In Hundred)	As on March 31, 2021 (Rs. In Hundred)
In current Account	2,21,327.64	2,13,375.81
Fixed deposits with banks	5,63,179.51	97,289.54
<b>Total</b>	<b>7,84,507.15</b>	<b>3,10,665.35</b>

### Note-4

#### Trade Receivables

##### Trade Receivables ageing schedule: As at 31st March,2022 (Rs. In Hundred)

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables -considered good	3,04,155.93	104.77	378.84	1,408.10	1,503.53	<b>3,07,551.17</b>
(i) Undisputed Trade receivables -considered doubtful	-	-	-	-	-	-
(iii) Disputed trade receivables considered good	-	-	-	-	-	-
(iv) Disputed trade receivables considered doubtful	-	-	-	-	-	-

**Trade Receivables ageing schedule: As at 31st March,2021** (Rs. In Hundred)

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables -considered good	2,07,782.45	-	7,977.52	583.78	10,321.01	<b>2,26,664.76</b>
(i) Undisputed Trade receivables -considered doubtful		-	-	-	-	-
(iii) Disputed trade receivables considered good		-	-	-	-	-
(iv) Disputed trade receivables considered doubtful		-	-	-	-	-

– Impairment allowance recognised on trade receivables is Rs. Nil (Previous year Rs. Nil).

## Note-5

### Loans

Particulars	As on March 31, 2022 (Rs. In Hundred)	As on March 31, 2021 (Rs. In Hundred)
At Amortised Cost		
Security Deposit	36,310.59	36,011.42
Others	506.25	506.25
Corporate loan	6,53,800.00	4,88,797.46
<b>Total(Gross)</b>	<b>6,90,616.84</b>	<b>5,25,315.13</b>
Less: Impairment Loss Allowance	-	-
<b>Total (Net)</b>	<b>6,90,616.84</b>	<b>5,25,315.13</b>
Secured	6,53,800.00	4,88,797.46
Unsecured	36,816.84	36,517.67
<b>Total(Gross)</b>	<b>6,90,616.84</b>	<b>5,25,315.13</b>
Less: Impairment Loss Allowance	-	-
<b>Total (Net)</b>	<b>6,90,616.84</b>	<b>5,25,315.13</b>
<b>Total</b>	<b>6,90,616.84</b>	<b>5,25,315.13</b>

**Note-6**

Rs in Hundred

**Investments**

Particulars	As at March 31,2022						
	At Fair Value				Sub- Total	Others*	Total
	Amortised cost	Through Other Comprehensive Income	Through profit or loss	Designated at fair value through profit or loss			
1	2	3	4	(5)=(2)+(3)+(4)	6	(7)=(1)+(5)+(6)	
Mutual funds	34,10,924.65	-	2,17,312.00	-	2,17,312.00	-	36,28,236.65
Investment in PMS	52,14,658.35	3,00,871.22	-11,306.10	-	2,89,565.12	-	55,04,223.48
Debt securities	48,64,392.33	1,46,125.17	23,353.59	-	1,69,478.76	-	50,33,871.09
Equity instruments	16,15,282.02	7,147.28	24,341.55	-	31,488.83	-	16,46,770.85
Subsidiaries	-	-	-	-	-	-	-
Preference Share	-	-	-	-	-	-	-
Property	-	-	-	-	-	-	-
Bonds	2,50,000.00	-	-	-	-	-	2,50,000.00
<b>Total – Gross (A)</b>	<b>1,53,55,257.36</b>	<b>4,54,143.67</b>	<b>2,53,701.04</b>	<b>-</b>	<b>7,07,844.71</b>	<b>-</b>	<b>1,60,63,102.07</b>
(i)Investments outside India	-	-	-	-	-	-	-
(ii)Investments in India	1,53,55,257.36	4,54,143.67	2,53,701.04	-	7,07,844.71	-	1,60,63,102.07
<b>Total (B)</b>	<b>1,53,55,257.36</b>	<b>4,54,143.67</b>	<b>2,53,701.04</b>	<b>-</b>	<b>7,07,844.71</b>	<b>-</b>	<b>1,60,63,102.07</b>
Less: Allowance for Impairment loss (C)	-	-	-	-	-	-	-
<b>Total – Net D= (A)-(C)</b>	<b>1,53,55,257.36</b>	<b>4,54,143.67</b>	<b>2,53,701.04</b>	<b>-</b>	<b>7,07,844.71</b>	<b>-</b>	<b>1,60,63,102.07</b>

Rs in Hundred

**Investments**

Particulars	As at March 31,2021						
	At Fair Value				Sub- Total	Others*	Total
	Amortised cost	Through Other Comprehensive Income	Through profit or loss	Designated at fair value through profit or loss			
1	2	3	4	(5)=(2)+(3)+(4)	6	(7)=(1)+(5)+(6)	
Mutual funds	48,17,814.90	2,14,828.77	75,442.92	-	2,90,271.69	-	51,08,086.59
Investment in PMS	66,93,293.17	5,16,119.27	-	-	5,16,119.27	-	72,09,412.44
Debt securities	4,57,072.24	-	-	-	-	-	4,57,072.24
Equity instruments	2,99,808.60	-8,448.41	-1,930.76	-	-10,379.17	-	2,89,429.43
Subsidiaries	-	-	-	-	-	-	-
Preference Share	3,00,000.00	-	-	-	-	-	3,00,000.00
Property	-	-	-	-	-	-	-
Bonds	6,46,728.20	-30,878.20	-	-	-30,878.20	-	6,15,850.00
<b>Total – Gross (A)</b>	<b>1,32,14,717.11</b>	<b>6,91,621.43</b>	<b>73,512.16</b>	<b>-</b>	<b>7,65,133.59</b>	<b>-</b>	<b>1,39,79,850.70</b>
(i)Investments outside India	-	-	-	-	-	-	-
(ii)Investments in India	1,32,14,717.11	6,91,621.43	73,512.16	-	7,65,133.59	-	1,39,79,850.70
<b>Total (B)</b>	<b>1,32,14,717.11</b>	<b>6,91,621.43</b>	<b>73,512.16</b>	<b>-</b>	<b>7,65,133.59</b>	<b>-</b>	<b>1,39,79,850.70</b>
Less: Allowance for Impairment loss (C)	-	-	-	-	-	-	-
<b>Total – Net D= (A)-(C)</b>	<b>1,32,14,717.11</b>	<b>6,91,621.43</b>	<b>73,512.16</b>	<b>-</b>	<b>7,65,133.59</b>	<b>-</b>	<b>1,39,79,850.70</b>

**Note-7****Other Financial Assets**

<b>Particulars</b>	<b>As on March 31, 2022 (Rs. In Hundred)</b>	<b>As on March 31, 2021 (Rs. In Hundred)</b>
Fixed Deposits		36,378.04
<b>Total</b>	<b>-</b>	<b>36,378.04</b>

**Note-8****Inventories**

<b>Particulars</b>	<b>As on March 31, 2022 (Rs. In Hundred)</b>	<b>As on March 31, 2021 (Rs. In Hundred)</b>
Raw Material	5,04,053.17	1,03,218.64
Stores & Spares	2,44,169.96	2,01,941.13
<b>Total</b>	<b>7,48,223.13</b>	<b>3,05,159.77</b>

**Note 9****Property, Plant and Equipment as on 31.03.2022**

Rs in Hundred

S. NO	PARTICULARS	GROSS BLOCK			DEPRECIATION BLOCK					NET BLOCK	
		COST AS ON 01.04.2021	ADDITIONS DURING THE YEAR	SALE / DISPOSAL DURING THE YEAR	TOTAL AS ON 31.03.2022	UPTO 01.04.2021	FOR THE YEAR	DEDUCTION S DURING THE YEAR	UPTO 31.03.2022	NET CARRYING AMOUNT AS ON 31.03.2022	NET CARRYING AMOUNT AS ON 31.03.2021
1	Land(Freehold)	5,38,589.89	-	-	5,38,589.89	-	-	-	-	5,38,589.89	5,38,589.89
2	Land(Leasehold)	62,132.68	-	-	62,132.68	-	-	-	-	62,132.68	62,132.68
3	Shed & Building	23,69,385.35	6,08,177.68	-	29,77,563.03	7,87,615.50	1,54,409.96	9,42,025.46	20,35,537.57	15,81,769.85	
4	Building (Staff Quarter)	57,511.84	-	-	57,511.84	19,836.49	3,579.16	23,415.65	34,096.19	37,675.35	
5	Flat	30,323.00	-	-	30,323.00	16,628.51	1,198.83	17,827.34	12,495.66	13,694.48	
6	Plant & Machinery	27,59,334.37	13,79,856.76	-	41,39,191.13	13,42,838.94	6,67,058.73	20,09,897.67	21,29,293.46	14,16,495.44	
7	Plant & Machinery - 2	-	2,17,124.35	-	2,17,124.35	-	1,12,829.61	1,12,829.61	1,04,294.74	-	
8	Electric Installation	4,72,021.90	1,22,447.29	-	5,94,469.19	3,15,966.02	41,622.77	3,57,588.79	2,36,880.40	1,56,055.88	
9	Generator Set	3,045.62	-	-	3,045.62	3,025.62	-	3,025.62	20.00	20.00	
10	Furniture & Fixtures	4,66,477.66	8,530.92	-	4,75,008.58	4,19,141.58	12,593.36	4,31,734.94	43,273.64	47,336.08	
11	Computer	93,026.71	51,539.90	2,150.04	1,42,416.57	82,389.05	20,870.12	1,03,259.17	39,157.40	10,637.66	
12	LED Television	56,438.34	-	-	56,438.34	44,223.37	2,210.91	46,434.28	10,004.06	12,214.97	
13	Vehicle	1,74,308.45	9,803.67	10,290.88	1,73,821.24	1,40,341.33	9,130.96	6,400.17	1,43,072.12	30,749.12	
14	Office Equipment	32,955.92	2,334.28	-	35,290.20	28,017.51	987.86	29,005.37	6,284.83	4,938.40	
14	Solar Power plant	3,43,000.00	-	-	3,43,000.00	1,73,613.48	21,562.90	1,95,176.38	1,47,823.62	1,69,386.52	
	<b>SUB TOTAL [A]</b>	<b>74,58,551.73</b>	<b>23,99,814.85</b>	<b>12,440.92</b>	<b>98,45,925.66</b>	<b>33,73,637.40</b>	<b>10,48,055.17</b>	<b>6,400.17</b>	<b>44,15,292.40</b>	<b>54,30,633.26</b>	<b>40,84,914.32</b>
<b>II</b>	<b>Intangible Assets</b>										
1	ROC Filing Fees	8,994.70	-	-	8,994.70	8,994.70	-	8,994.70	-	-	
2	Copyright	606.74	-	-	606.74	606.74	-	606.74	-	-	
3	Pre-Operative Expenses	59,489.62	-	-	59,489.62	39,659.74	19,829.88	59,489.62	-	19,829.88	
4	Pre-Incorporation Expenses	3,493.32	-	-	3,493.32	2,328.88	1,164.44	3,493.32	-0.00	1,164.44	
5	Pre-Incorporation Expenses - 2	14,142.83	538.11	-	14,680.94	2,828.57	2,936.19	5,764.76	8,916.18	11,314.26	
	<b>SUB TOTAL (B)</b>	<b>86,727.21</b>	<b>538.11</b>	<b>-</b>	<b>87,265.32</b>	<b>54,418.63</b>	<b>23,930.51</b>	<b>-</b>	<b>78,349.14</b>	<b>8,916.18</b>	<b>32,308.58</b>
<b>III</b>	<b>Capital Work-in-progress</b>										
1	Building & Shed	4,14,268.24	-	4,14,268.24	-	-	-	-	-	4,14,268.24	
2	Electrical Installation	80,166.28	-	80,166.28	-	-	-	-	-	80,166.28	
3	Plant & Machinery	10,27,399.62	-	10,27,399.62	-	-	-	-	-	10,27,399.62	
4	Computer Hardware & Software	31,733.74	-	31,733.74	-	-	-	-	-	31,733.74	
	<b>SUB TOTAL (C)</b>	<b>15,53,567.88</b>	<b>-</b>	<b>15,53,567.88</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>15,53,567.88</b>	
	<b>TOTAL</b>	<b>90,98,846.82</b>	<b>24,00,352.96</b>	<b>15,66,008.80</b>	<b>99,33,190.98</b>	<b>34,28,056.03</b>	<b>10,71,985.68</b>	<b>6,400.17</b>	<b>44,93,641.54</b>	<b>54,39,549.44</b>	<b>56,70,790.78</b>
	<b>As on 31.03.2021</b>	<b>87,30,195.19</b>	<b>11,03,766.31</b>	<b>7,35,114.67</b>	<b>90,98,846.83</b>	<b>29,27,643.67</b>	<b>5,01,134.49</b>	<b>722.12</b>	<b>34,28,056.04</b>	<b>56,70,790.79</b>	<b>58,02,551.51</b>

## Note-10

### Other Non-Financial Assets

Particulars	As on March 31, 2022 (Rs. In Hundred)	As on March 31, 2021 (Rs. In Hundred)
Prepaid Expenses	7,952.90	6,927.05
Other Advances	26,900.50	25,548.30
Advance to Staff	1,565.77	1,373.52
Advance against capital goods	4,27,305.09	46,296.22
Balance with Revenue Departments	6,76,282.99	2,83,607.18
	<b>11,40,007.25</b>	<b>3,63,752.27</b>

## Note-11

### Trade Payables

Trade Payables ageing schedule: As at 31st March,2022 (Rs. in Hundred)

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	-	-	-	-	-
(ii) Others	5,24,585.35	961.91	85,823.42	95,032.44	<b>7,06,403.11</b>
(iii) Disputed dues- MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-

Trade Payables ageing schedule: As at 31st March,2021 (Rs. in Hundred)

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	63,899.96	-	-	-	<b>63,899.96</b>
(ii) Others	3,83,583.90	87,569.08	9,515.73	1,07,629.15	<b>5,88,297.86</b>
(iii) Disputed dues- MSME	-	-	-	-	-
(iv) Disputed dues – Others	-	-	-	-	-

The Group has not paid any interest in terms of Section 16 of the Micro, Small and Medium Enterprises Development Act, 2006, additionally there are no interest amounts due as at March 31, 2022 (March 31, 2021 Rs. Nil).



**Note 12****Borrowings (Other than Debt Securities)****(Rs. In Hundred)**

Particulars	(Current Year)				(Previous Year)			
	At Amortised Cost	At fair value Through profit or loss	Designated at fair value through profit or loss	Total	At Amortised Cost	At fair value Through profit or loss	Designated at fair value through profit or loss	Total
	1	2	3	(4)=(1)+(2)+(3)	1	2	3	(4)=(1)+(2)+(3)
(a)Term loans								
(i)from banks	26,76,642.08	-	-	26,76,642.08	17,02,294.28	-	-	17,02,294.28
(b)Loan repayable on demand		-	-			-	-	
(i)from other parties	48,184.27	-	-	48,184.27	1,20,440.85	-	-	1,20,440.85
(c)Loans from related parties	97,355.76	-	-	97,355.76	97,355.76	-	-	97,355.76
(d) Cash Credit	4,74,405.77	-	-	4,74,405.77	99,936.01	-	-	99,936.01
<b>Total (A)</b>	<b>32,96,587.88</b>	-	-	<b>32,96,587.88</b>	<b>20,20,026.90</b>	-	-	<b>20,20,026.90</b>
Secured Borrowings	31,51,047.85	-	-	31,51,047.85	18,02,230.30	-	-	18,02,230.30
Unsecured Borrowings	1,45,540.03	-	-	1,45,540.03	2,17,796.61	-	-	2,17,796.61
<b>Total (B)</b>	<b>32,96,587.88</b>	-	-	<b>32,96,587.88</b>	<b>20,20,026.90</b>	-	-	<b>20,20,026.90</b>
Borrowings in India	32,96,587.88	-	-	32,96,587.88	20,20,026.90	-	-	20,20,026.90
Borrowings outside India	-	-	-	-	-	-	-	-
<b>Total (C)</b>	<b>32,96,587.88</b>	-	-	<b>32,96,587.88</b>	<b>20,20,026.90</b>	-	-	<b>20,20,026.90</b>

**Cash Credit is secured by way of**Primary Security

Exclusive charge by way of hypothecation on entire current assets of company both present & future.

Cash Credit from Axis Bank are secured by exclusive hypothecation charge on stock, book debts and all other current assets present and future, exclusive hypothecation charge on entire movable assets present & future, equitable mortgage of leasehold land admeasuring area around 0.88 acres located at Ramdas Bhatta Area, Bistupur, Jamshedpur along with building of "The Alcor Hotel & admeasuring area around 8.09 acres located at Mouza-Tiruldih, Khata No-62, Plot No-2, Saraikela Thana No. 148, Jharkhand in the name of "SIGMA HTS LLP".

Personal Guarantee

Personal guarantee of Mr. Rajeev Singh Dugal (Director) and Mrs. Kawaljeet Dugal.

These loans are considered to have low risk based on credit evaluation undertaken by the Company. There is no history of any defaults on these loans. The company regularly monitors to ensure that these entities have enough liquidity which safeguards the interest of the investors and lenders. Accordingly there is no Expected credit loss allowance on the aforesaid loans.

a) Term Loans from Axis Bank are secured by exclusive hypothecation charge on stock, book debts and all other current assets present and future, exclusive hypothecation charge on entire movable assets present & future, equitable mortgage of leasehold land admeasuring area around 0.88 acres located at Ramdas Bhatta Area, Bistupur, Jamshedpur along with building of "Hotel The Alcor" & admeasuring area around 8.09 acres located at Mouza-Tiruldih, Khata No-62, Plot No-2, Saraikela Thana No. 148, Jharkhand in the name of "SIGMA HTS LLP".

i. Term Loan having a limit of Rs. 100 Lacs, repayable in 96 monthly instalments commenced from Mar'2016.

ii. Term Loan having a limit of Rs. 1300 Lacs, repayable in 11 quarterly instalments of Rs. 40 Lacs, 8 quarterly instalments of Rs. 45 Lacs, 10 quarterly instalments of Rs. 50 Lacs, commenced from Dec'2018.

- iii. Term Loan having a limit of Rs. 220 Lacs, repayable in 36 monthly instalments commenced from July'2021.
- iv. Term Loan having a limit of Rs. 600 Lacs, repayable in 24 monthly instalments of Rs. 5 Lacs, 24 monthly instalments of Rs. 7.5 Lacs, 24 monthly instalments of Rs. 8 Lacs, 12 quarterly instalments of Rs. 9 Lacs, commenced from June'2022.
- v. Term Loan having a limit of Rs. 113.73 Lacs, repayable in 120 monthly instalments commenced from Nov'2023.
- b) Term Loans from IDBI Bank are secured by exclusive hypothecation charge on Solar Plant located at Newai Rajasthan.
- i. Term Loan having a limit of Rs. 150 Lacs, repayable in 29 Quarterly instalments commenced from Jan'2017.
- c) Vehicle Loan from HDFC Bank are secured by hypothecation charge on Vehicles
- i. Term Loan sanctioned for Toyota Fortuner Rs. 18 Lacs, EMI of Rs. 36801/- commenced from May' 2017.
- ii. Term Loan sanctioned for Maruti Breeza Rs. 7 Lacs, EMI of Rs. 14446/- commenced from Sep' 2017.
- iii. Term Loan sanctioned for Toyota Camry Rs. 25 Lacs, EMI of Rs. 51,112/- commenced from Sep' 2017.
- iv. Term Loan sanctioned for Winger Rs. 7 Lacs, EMI of Rs. 18,569/- commenced from Feb' 2017.
- v. Term Loan sanctioned for Yaris Rs. 10 Lacs, EMI of Rs. 16,358/- commenced from Sep' 2019.

### Note-13

#### Current tax liabilities (Net)

Particulars	As on March 31, 2022 (Rs. In Hundred)	As on March 31, 2021 (Rs. In Hundred)
Provision for Tax	5,94,992.28	1,34,781.87
<b>Total</b>	<b>5,94,992.28</b>	<b>1,34,781.87</b>

### Note-14

#### Provisions

Particulars	As on March 31, 2022 (Rs. In Hundred)	As on March 31, 2021 (Rs. In Hundred)
Provision for Substandard Assets	99,481.32	75,634.14
Provision for dividend	-	54,400.00
Provision for expenses	1,12,994.23	1,12,994.23
<b>Total</b>	<b>2,12,475.55</b>	<b>2,43,028.37</b>

### Note-15

#### Deferred tax Liabilities (Net)

Particulars	As on March 31, 2022 (Rs. In Hundred)	As on March 31, 2021 (Rs. In Hundred)
Opening Balance	1,65,174.72	48,708.96
Property, Plant and Equipment and Intangibles	-	-
Difference between book and tax depreciation	990.84	1,055.00
Investment and other financial instruments		
Recognised through OCI	1,03,509.36	90,749.14
Recognised through Profit & Loss	-	24,661.64
<b>Total</b>	<b>2,69,674.93</b>	<b>1,65,174.73</b>

## Note-16

### Other Non-Financial Liabilities

Particulars	As on March 31, 2022 (Rs. In Hundred)	As on March 31, 2021 (Rs. In Hundred)
Liability Against Salary	40,402.53	59,415.54
TDS Payable	22,288.65	7,589.72
EPF/ESIC Payable	2,535.79	1,869.25
GST Payable	15,492.09	21,848.95
Audit fees payable	4,763.77	4,618.86
Others Payables	90,519.41	88,125.22
Professional tax payable	99.00	165.10
Advance for sale of plot	-	2,48,848.54
<b>Total</b>	<b>1,76,101.24</b>	<b>4,32,481.18</b>

## Note-17

### Equity Share capital

Particulars	As on March 31, 2022 (Rs. In Hundred)	As on March 31, 2021 (Rs. In Hundred)
Authorised Capital		
1,30,00,000 Equity Shares of Rs. 5/- each (P.Y. 13,00,000 Equity Shares of Rs. 5/- each)	6,50,000.00	6,50,000.00
Issued, Subscribed and Paid up		
1,29,46,480 Equity Shares of Rs. 5/- each (P.Y. 1,29,46,480 Equity Shares of Rs. 5/- each)	6,47,324.00	6,47,324.00
<b>Total</b>	<b>6,47,324.00</b>	<b>6,47,324.00</b>

#### 17.1 Reconciliation of the number of shares and amount outstanding at the beginning & end of the Reporting Period.

Particulars	As on March 31, 2022		As on March 31, 2021	
	No. of shares	Amount (in hundred)	No. of shares	Amount (in hundred)
Balance at the beginning of the year	1,29,46,480	6,43,724.00	1,29,46,480	6,43,724.00
Add: Shares Issued During the year	-	-	-	-
<b>Balance outstanding at the end of the year</b>	<b>1,29,46,480</b>	<b>6,43,724.00</b>	<b>1,29,46,480</b>	<b>6,43,724</b>

**17.2 Shares held by each shareholder holding more than 5% shares, specifying the number of shares held.**

Name of the Shareholder	As on March 31, 2022		As on March 31, 2021	
	No of shares	% holding	No of shares	% holding
Rajeev Singh Dugal	80,89,080	62.48%	80,89,080.00	62.48%
K U Benefit Trust	15,82,000	12.22%	15,82,000.00	12.22%

**17.3 Rights, preferences and restrictions attached to shares**

The company has one class of equity shares having a par value of Rs. 5 per share (P.Y. Rs. 5 per share). Each shareholder is eligible for one vote per share held. 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.

**17.4 Shares held by promoters at the end of the year 31st March 2022**

Promoter Name	Type of Shares	No. of Shares	% of total shares	% Change during the year
Rajeev Singh Dugal	Equity	80,89,080	62.48%	0.00%
K U Benefit Trust	Equity	15,82,000	12.22%	0.00%
Kashvi Dugal	Equity	27,960	0.22%	0.00%
Upneet Dugal	Equity	8,396	0.06%	85.55%
<b>Total</b>		<b>97,07,436</b>	<b>74.98%</b>	<b>85.55%</b>

**17.4 Shares held by promoters at the end of the year 31st March 2021**

Promoter Name	Type of Shares	No. of Shares	% of total shares	% Change during the year
Rajeev Singh Dugal	Equity	80,89,080	62.48%	0.00%
K U Benefit Trust	Equity	15,82,000	12.22%	0.00%
Kashvi Dugal	Equity	27,960	0.22%	0.00%
Upneet Dugal	Equity	4,525	0.03%	0.00%
<b>Total</b>		<b>97,03,565</b>	<b>74.95%</b>	<b>0.00%</b>

**Note-18****Other Equity**

Particulars	As on March 31, 2022 (Rs. In Hundred)	As on March 31, 2021 (Rs. In Hundred)
Capital reserve account	12,87,560.63	12,87,560.63
Statutory reserve account	10,38,863.86	9,33,311.65
Surplus i.e. Balance in the Statement of Profit & Loss	91,15,852.95	73,11,822.09
General reserve account	54,68,329.21	54,68,329.21
<b>Total</b>	<b>1,69,10,606.65</b>	<b>1,50,01,023.58</b>

## Movement in other equity

Particulars	As on March 31, 2022 (Rs. In Hundred)	As on March 31, 2021 (Rs. In Hundred)
<b>(a) Capital Reserve</b>		
As per last Balance Sheet	12,87,560.63	12,87,560.63
Addition during the year	-	-
	<b>12,87,560.63</b>	<b>12,87,560.63</b>
<b>(b) Statutory Reserve</b>		
As per last Balance Sheet	9,33,311.65	8,21,028.00
Addition during the year	1,05,552.20	1,12,283.65
	<b>10,38,863.86</b>	<b>9,33,311.65</b>
<b>(c) Surplus i.e. Balance in the Statement of Profit &amp; Loss</b>		
As per last Balance Sheet	73,11,822.09	63,27,644.36
Add: Total Comprehensive Income during the Year	19,17,806.04	10,73,181.72
Add: P/L Appropriation	-722.97	23,279.66
Less: Transfer to Statutory Reserve	-1,13,052.20	-1,12,283.65
	<b>91,15,852.95</b>	<b>73,11,822.09</b>
<b>(d) General Reserve</b>		
As per last Balance Sheet	54,68,329.21	54,68,329.21
Addition during the year	-	-
	<b>54,68,329.21</b>	<b>54,68,329.21</b>
<b>Total</b>	<b>1,69,10,606.65</b>	<b>1,50,01,023.58</b>

### Note-19

#### Interest Income

Particulars	As on March 31, 2022 (Rs. In Hundred)	As on March 31, 2021 (Rs. In Hundred)
On Financial assets measured at Amortised cost	13,08,646.47	<b>4,94,737.06</b>
<b>Total</b>	<b>13,08,646.47</b>	<b>4,94,737.06</b>

## Note-20

### Dividend Income

Particulars	As on March 31, 2022 (Rs. In Hundred)	As on March 31, 2021 (Rs. In Hundred)
Dividend Income	93,099.48	57,240.51
<b>Total</b>	<b>93,099.48</b>	<b>57,240.51</b>

## Note-21

### Net gain on fair value changes

Particulars	As on March 31, 2022 (Rs. In Hundred)	As on March 31, 2021 (Rs. In Hundred)
Net Gain/(Loss) on investments at FVTPL		
Fair value Gain/(Loss)- through P&L -Equity and Debt Mutual Fund	2,53,701.04	2,80,383.87
<b>Total</b>	<b>2,53,701.04</b>	<b>2,80,383.87</b>

## Note-22

### Sale of Finished Goods

Particulars	As on March 31, 2022 (Rs. In Hundred)	As on March 31, 2021 (Rs. In Hundred)
Sale of Goods	49,44,877.25	27,23,306.05
<b>Total</b>	<b>49,44,877.25</b>	<b>27,23,306.05</b>

## Note-23

### Sale of Service

Particulars	As on March 31, 2022 (Rs. In Hundred)	As on March 31, 2021 (Rs. In Hundred)
Job work service	15,75,293.70	9,70,291.46
Room rental	2,78,151.89	1,08,862.75
Foods, Restaurant and banquet income	8,93,799.91	4,40,612.88
Rent on Flat	1,485.00	1,420.00
Rent on Motor vehicle	1,595.00	1,740.00
	27,50,325.50	15,22,927.09
Less: Inter Company transactions	34,492.06	18,271.16
	<b>27,15,833.44</b>	<b>15,04,655.93</b>

**Note-24****Net Gain on sale of Financial Instruments**

Particulars	As on March 31, 2022 (Rs. In Hundred)	As on March 31, 2021 (Rs. In Hundred)
Net Gain on Sale of Financial Instruments	4,00,005.55	3,94,956.29
<b>Total</b>	<b>4,00,005.55</b>	<b>3,94,956.29</b>

**Note-25****Other Income**

Particulars	As on March 31, 2022 (Rs. In Hundred)	As on March 31, 2021 (Rs. In Hundred)
Agriculture Income	4,770.01	1,544.68
Other Income	94,596.14	71,303.60
<b>Total</b>	<b>99,366.15</b>	<b>72,848.28</b>

**Note-26****Cost of Materials Consumed**

Particulars	As on March 31, 2022 (Rs. In Hundred)	As on March 31, 2021 (Rs. In Hundred)
Opening Stock of Material	1,03,218.64	1,85,448.76
Add: Material Purchases	31,90,252.08	19,67,693.45
Less: Closing Stock of Material	4,16,611.69	1,03,218.64
<b>Total</b>	<b>28,76,859.03</b>	<b>20,49,923.57</b>

**Note-27****Cost of Stores Consumed**

Particulars	As on March 31, 2022 (Rs. In Hundred)	As on March 31, 2021 (Rs. In Hundred)
Opening Stock of Material	1,28,215.42	1,01,729.79
Add: Material Purchases	7,75,516.45	2,79,057.81
Less: Closing Stock of Material	2,44,169.96	1,28,215.42
<b>Total</b>	<b>6,59,561.90</b>	<b>2,52,572.18</b>

**Note-28****Employee Benefit Expenses**

Particulars	As on March 31, 2022 (Rs. In Hundred)	As on March 31, 2021 (Rs. In Hundred)
Salaries	2,83,275.04	2,29,219.80

Stipend	1,01,626.03	74,748.22
Contribution to PF and Other Funds	17,471.69	9,156.40
Director Remuneration	79,200.00	45,800.00
Partner Remuneration	26,500.00	-
Staff & Labour Welfare Expenses	9,447.22	7,586.20
Other benefits	5,844.86	930.20
<b>Total</b>	<b>5,23,364.84</b>	<b>3,67,440.82</b>

### Note-29

#### Finance Cost

Particulars	As on March 31, 2022 (Rs. In Hundred)	As on March 31, 2021 (Rs. In Hundred)
Interest on borrowings	1,59,558.65	7,797.71
Interest on Cash Credit / Overdraft facilities	15,407.97	6,280.31
Interest on Term Loan	41,755.47	1,55,515.25
Other interest expense	131.99	112.84
<b>Total</b>	<b>2,16,854.09</b>	<b>1,69,706.11</b>

### Note-30

#### Provision

Particulars	As on March 31, 2022 (Rs. In Hundred)	As on March 31, 2021 (Rs. In Hundred)
Provision for substandard assets	23,847.18	36,772.56
Provision for proposed dividend	-	54,400.00
<b>Total</b>	<b>23,847.18</b>	<b>91,172.56</b>

### Note-31

#### Other Expenses

Particulars	As on March 31, 2022 (Rs. In Hundred)	As on March 31, 2021 (Rs. In Hundred)
Administrative Expenses	3,381.69	3,459.80
Agricultural Expenses	8,574.65	3,816.88
Audit fees	2,135.00	1,885.00
Bad Debts	3,844.95	369.45
Bank Charges	19,736.06	10,364.38
Business Promotion Expenses	1,612.85	227.49
Calibration Charges	3,514.00	1,982.40
Canteen Expenses	7,017.29	2,834.86
Carriage Inward & Freight Charges	61,563.14	25,167.79



Conveyance & Travelling	29,964.95	18,181.31
CSR Expenses	15,500.00	17,660.00
Director Sitting Fees	708.00	840.00
Discount Allowed	131.48	197.55
Demat Charges	444.99	294.63
Donation	100.00	-
Fees & Subscription	18,310.88	14,335.98
Fooding & Lodging Expenses	556.24	925.33
General Expenses	9,259.30	8,070.33
Insurance Charges	21,717.30	17,066.01
Interest on Statutory Dues	2,072.44	5,273.52
Job Charges	6,81,502.24	2,21,237.50
Lab Expenses	14,608.55	51.20
Listing Fees & Annual Charges	4,395.50	4,336.50
Loss on Sale of Fixed Assets	237.14	-
Management and Upfront Fees	60,207.85	37,275.05
Municipal Maintenance Expenses	4,509.24	4,509.24
Office Maintenance	33,737.33	21,512.05
Operation & Maintenance Charges for Solar	3,281.22	6,794.70
Postage ,Telegram & Telephone	20,407.54	8,011.08
Power & Fuel	6,40,179.07	4,49,436.13
Printing & Stationery	6,156.68	1,212.84
Professional Fees & Legal Expenses	1,02,181.16	83,127.62
Rent, Rates & Taxes	64,774.59	34,390.83
Repair & Maintenance	1,51,109.15	1,02,374.72
ROC charges	110.62	84.56
Security Charges	40,973.90	35,074.73
Transportation, Loading & Unloading Charges	39,982.14	19,359.59
	20,78,499.12	11,61,741.04
Less: Intercompany transactions	34,492.06	18,271.16
<b>Total</b>	<b>20,44,007.06</b>	<b>11,43,469.88</b>

### Note-32

On the basis of information available with the company, some of the suppliers have confirmed to be registered under "The Micro Small and Medium Enterprises Development ('MEMED') Act, 2006". The unpaid amount has been disclosed in Note No. 11 of the Financial Statement.

**Note-33****Indian Accounting Standard (IND AS) 108- Segment Reporting:****Information about Primary Business Segments****(Rs. In Hundred)**

Sl. No.	Particulars	Current Year	Previous Year
	<b>Segment Revenue</b>		
1	(a) Investment & Finance related activities	19,42,113.11	10,06,292.78
	(b) Job work & Manufacturing activities	92,502.22	66,816.31
	(c) Hotel business related activities	13,92,192.94	8,35,585.77
	(d) Heat Treatment Activity	64,23,213.18	36,37,704.30
	<b>Total</b>	<b>98,50,021.45</b>	<b>55,46,399.15</b>
	Less: Inter segment Revenue	34,492.06	18,271.16
	<b>Net Sale/ Income from operations</b>	<b>98,15,529.39</b>	<b>55,28,127.99</b>
	<b>Segment Results (Profit) (+) / (-) Loss before tax &amp; Interest</b>		
2	(a) Investment & Finance related activities	16,11,858.10	6,90,600.41
	(b) Job work & Manufacturing activities	32,113.82	15,410.70
	(c) Hotel business related activities	2,05,704.77	7,503.88
	(d) Heat Treatment Activity	7,66,227.03	4,08,899.50
	<b>Total</b>	<b>26,15,903.71</b>	<b>11,22,414.49</b>
	Less: Interest	2,16,854.09	1,69,706.11
	<b>Total Profit before Tax</b>	<b>23,99,049.63</b>	<b>9,52,708.38</b>
	<b>Segment Assets (Including Goodwill)</b>		
3	(a) Investment & Finance related activities	1,40,32,555.27	1,20,25,362.75
	(b) Job work & Manufacturing activities	1,51,994.28	1,58,990.00
	(c) Hotel business related activities	51,18,224.78	49,04,252.97
	(d) Heat Treatment Activity	58,81,503.34	43,34,149.99
	(e) Unallocable		
	<b>Total Segment Assets</b>	<b>2,51,84,277.67</b>	<b>2,14,22,755.71</b>
	Less: Intersegment Elimination		
	Add: Unallocated Corporate Assets		
	<b>Total Assets</b>	<b>2,51,84,277.67</b>	<b>2,14,22,755.71</b>
	<b>Segment Liabilities</b>		
4	(a) Investment & Finance related activities	17,20,012.08	12,78,449.23
	(b) Job work & Manufacturing activities	84,770.55	92,414.02
	(c) Hotel business related activities	5,14,304.54	5,18,827.52
	(d) Heat Treatment Activity	29,37,147.82	17,58,000.09
	(e) Unallocable		
	<b>Total Segment Liabilities</b>	<b>52,56,234.99</b>	<b>36,47,690.87</b>
	Less: Intersegment Elimination		
	Add: Unallocated Corporate Liabilities		
	<b>Total Liabilities</b>	<b>52,56,234.99</b>	<b>36,47,690.87</b>

**Note-34****Earnings Per Share (EPS):**

	<b>Current Year</b>	<b>Previous Year</b>
No of Ordinary Shares at the Beginning of the year (in nos.)	1,29,46,480	1,29,46,480
No of Ordinary Shares at the End of the year (in nos.)	1,29,46,480	1,29,46,480
Weighted Average No. of Ordinary Shares (in nos.) Outstanding during the year	1,29,46,480	1,29,46,480
Profit (Loss) after tax for calculation of Basic EPS (Rs. In Hundred)	19,17,806.04	10,73,181.73
Profit (Loss) after tax for calculation of Diluted EPS (Rs. In Hundred)	19,17,806.04	10,73,181.73
Basic Earnings per share (Rs.)	14.81	8.29
Diluted Earnings per share (Rs.)	14.81	8.29

**Note-35****Deferred tax Liability (Net)****(Rs. in Hundred)****Particulars****Current Year Previous Year**

Opening Balance	1,65,174.72	48,708.96
<u>Property, Plant and Equipment and Intangibles</u>		
Difference between book and tax depreciation	990.84	1,055.00
<u>Investment and other financial instruments</u>		
Recognised through OCI	1,03,509.36	90,749.14
Recognised through Profit & Loss	-	24,661.64
<b>Total</b>	<b>2,69,674.93</b>	<b>1,65,174.73</b>

**Note-36**

Related party disclosures as required under IND AS - 24 on "Related Party Disclosure" notified by the Central Government.

<b>Subsidiaries Companies</b>	Precision Automotive Pvt Ltd. S R P Oil Private Limited
<b>Step Down Subsidiary</b>	Sigma HTS LLP
<b>Key Management Personnel</b>	Rajeev Singh Dugal (Managing Director) Upneet Dugal (Executive Director) Kawaljeet Kaur Dugal (Non-Executive, Non-Independent Director)

	Harsh Kumar Pandey (Non-Executive Independent Director)
	Sukant Bari (Non-Executive Independent Director)
	Sushil Kumar Khowala (Non-Executive Independent Director)
	Rechan Chhabra (Chief Financial Officer) (Resigned w.e.f. 30th September 2021)
	Ravi Joshi (Chief Financial Officer) (Appointed w.e.f. 26th March 2022)
	Puja Choudhary (Company Secretary)
<b>Relative of Key Management Personnel</b>	Kashvi Dugal
<b>Enterprise Over Which KMP is able to Exercise Significant Influence:</b>	Premium Residency Pvt Ltd. Reflexallen India Pvt. Ltd. Jharkhand Agro Farms Ban Infra & Developers LLP

Transactions during the Year	Current Year Rs in Hundred	Previous Year Rs in Hundred
<b>Directors Remuneration</b>	<b>79,200.00</b>	<b>45,800.00</b>
a. Mr. Rajeev Singh Dugal	12,000.00	12,000.00
b. Ms. Upneet Dugal	22,200.00	19,800.00
c. Ms. Kashvi Dugal	30,000.00	14,000.00
d. Ms. Kawaljeet Kaur Dugal	15,000.00	-
<b>Partner Remuneration</b>	<b>26,500.00</b>	<b>-</b>
a. Mr. Rajeev Singh Dugal	24,000.00	-
b. Mr. Jasjit Singh Dugal	2,500.00	-
<b>Managerial Remuneration</b>	<b>11,300.00</b>	<b>15,670.00</b>
a. Rechan Chhabra	6,990.00	12,320.00
b. Ravi Joshi	150.00	-
c. Puja Choudhary	4,160.00	3,350.00
<b>Sitting Fees</b>	<b>600.00</b>	<b>840.00</b>
a. Mr. Sushil Kumar Khowala	240.00	280.00
b. Mr. Malkeet Singh Saini	-	140.00
c. Mr. Jayesh Taunk	-	160.00
d. Mr. Harsh Kumar Pandey	200.00	180.00
e. Mr. Sukant Bari	160.00	80.00

- There is no outstanding balance as on date with respect to inter-company transactions.

**Note-37****Title deeds of Immovable Property :**

The title deeds, comprising all the immovable properties of land and buildings, are held in the name of the respective entities as at the current and previous balance sheet date except the followings:

Relevant line item in Balance Sheet	Description of item of property	Gross Carrying Value (Rs. in Hundred)	Title Deeds Held In the Name of	Whether Title Deed Holder is a promoter, director or relative of promoter/director or employee of promoter/director ?	Property Held Since Which Date	Reason for Not Being Held in the name of the company/entity
Property, Plant & Equipment	Flat No. F-401 & F-404 Located at M.P. City, Adityapur, Dist. Seraikella-Kharsawan	12,495.66	PATO BUILDERS	NO	10-10-2012	The possession and original agreement to sale, of the property, is in the name of the RSD Finance Ltd. Further, title deeds will be registered in the name of the company once state govt.'s policy on registry is changed
Property, Plant & Equipment	Property - Flat No. 903 Tower 04 in the Heights at Uniworld City, Kolkata	66,167.75	BENGAL UNITECH UNIVERSAL INFRASTRUCTURE PVT. LTD.	NO	01-04-2013	The possession and original agreement to sale, of the property, is in the name of the SRP Oil Pvt. Ltd. However, due to some technical reasons, title deeds could not be registered in the name of the company and it will be registered in the due course of time.

**Note-38****Disclosure of Fair Value of Investment Property :**

On transition to IND AS, the company has elected to continue with the carrying value of all of its property, plant and equipment recognised as at April 1, 2018 measured as per the previous GAAP and use that carrying value as deemed cost of the property, plant and equipment. As a result of the above decision taken by the company, the company is not required to get its valuation done and hence the question of valuation being done by a registered valuer as defined under rule 2 of Companies (Registered Valuers and Valuation) Rules, 2017 does not arise.

**Note-39****Revaluation of Property, Plant & Equipment's**

The group has not revalued its property, plant and equipment or intangible assets during the current or previous financial year. Hence the disclosure as to the re-valuation is done by a registered valuer as defined under rule 2 of Companies (Registered Valuers and Valuation) Rules, 2017 does not arise.

**Note-40****Loans & Advances to Directors, Promoters KMPs & Related Parties**

The group has not granted any loans or advances in the nature of loan outstanding to any of its Promoters, Directors, Key Managerial Personals and related parties.

**Note-41****Capital-Work-in Progress (CWIP) / Intangible assets under development (ITAUD)**

The Company does not have any Capital Work in Progress Account as on date.

**Note-42****Details of Benami Property held**

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

**Note-43****Borrowings from banks or financial institutions on the basis of security of current assets:**

The group has borrowings from banks and financial institutions on the basis of security of current assets and quarterly returns or statement of current assets filed by the company/entity with banks or financial institutions are in agreement with the books of accounts.

**Note-44****Wilful Defaulter**

The group has not been declared as a Wilful Defaulter by any bank or financial institution or government or any government authority.

**Note-45****Relationship with struck off companies**

Name of Struck off Company	Nature of transactions with struck - off company	Balance Outstanding as on 31.03.2022	Balance Outstanding as on 31.03.2021	(₹ In Hundred)
				Relation with the Struck off Company (if any)
POLO SUPPLIERS PVT LTD	Borrowings	8372.10	8372.10	No relationship

The Company has reviewed transactions to identify if there are any transactions with struck off companies. To the extent information is available on struck off companies, there are no transactions with struck off companies.

**Note-46****Registration of charges or satisfaction with Registrar of Companies**

The group do not have any pending charges or satisfaction that are yet to be registered with ROC beyond the statutory period.

**Note-47****Compliance with number of layers of companies**

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

**Note-48****Compliance with approved Scheme(s) of Arrangements**

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

**Note-49****Utilisation of Borrowed funds and share premium:**

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

- a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the group (Ultimate Beneficiaries) or
- b) provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries

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

- a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
- b) provide any guarantee, security or the like on behalf of the ultimate beneficiaries

C. The group has used the borrowings from Banks and Financial Institutions for the specific purpose for which it was taken at the balance sheet date.

**Note-50****Details of Crypto Currency or Virtual Currency**

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

## Note-51

### Undisclosed Income

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

## Note-52

Previous year's figure have been regrouped/reclassified / re-arranged wherever necessary to correspond with the current year's classification/disclosure.

## Note-53

The figures have been rounded off to the nearest Hundreds of rupees upto two decimal places.

As per our report of even date attached.

**For Prasad Kumar & Co.**  
**Chartered Accountants**  
**FRN: 008816C**

Sd/-

**Rajesh Prasad**  
**Partner**  
**M. No. 075409**

**Date: May 30, 2022**  
**Place: Jamshedpur**  
**UDIN: 22075409AKPWKH2130**

**For and on behalf of the Board of Directors of**  
**RSD Finance Limited**

Sd/-

**Rajeev Singh Dugal**  
 Managing Director  
 DIN: 00052037

Sd/-

**Ravi Joshi**  
 Chief Financial Officer

Sd/-

**Upneet Dugal**  
 Director  
 DIN: 07680726

Sd/-

**Puja Choudhary**  
 Company Secretary



# R S D FINANCE LIMITED

**CIN: L17222JH1963PLC013316**

**Registered Office:** H. No – 4, The Alcor Hotel, Ramdas Bhatta,  
Bistupur, Jamshedpur, Purbi Singhbhum, Jharkhand -831001

Tel. No: +91 7280009199, Email address: [rsdfinance.ltd@gmail.com](mailto:rsdfinance.ltd@gmail.com)

Website: [www.rsdfinancelimited.com](http://www.rsdfinancelimited.com)

## ATTENDANCE SLIP

*(To be signed and handed over at the entrance of the meeting hall)*

Registered Folio / DP ID  
& Client ID :

Name and Address  
of the Shareholder :

Joint Holder(s) :

No. of Shares :

I/ We hereby record my/ our presence at the **59<sup>th</sup> ANNUAL GENERAL MEETING** of the members of the Company held on **Friday, 30<sup>th</sup> September 2022 at 11.00 A.M.** at H. No- 4, The Hotel Alcor, Ramdas Bhatta, , Bistupur, Jamshedpur Purbi Singhbhum, Jharkhand -831001

-----  
Member's Folio/DP ID- Client ID No.

-----  
Member's/proxy name in Block letters

-----  
Member's/ proxy's signature

### Notes:

1. A member/proxy/authorised representative wishing to attend the meeting must complete this Admission Slip before coming to the Meeting and hand it over at the entrance.
2. If you intend to appoint a proxy, please complete, stamp, sign and deposit the Proxy Form at the Company's Registered Office at least 48 hours before the Meeting.

## ELECTRONIC VOTING PARTICULARS

**EVEN**  
**(EVOTING EVENT NO.)**

**USER ID**

**PASSWORD/PIN**

**121960**

**NOTE:** Members are requested to read "Note No. 28" in the Notice of the 59th Annual General Meeting, being sent herewith, in respect of the instruction for voting through electronic means. The voting period starts from 9:00 am on September 26, 2022 and ends at 5:00 pm on September 29, 2022.



**RSD FINANCE LIMITED****CIN: L17222JH1963PLC013316****Registered Office:** H. No – 4, The Alcor Hotel, Ramdas Bhatta, Bistupur, Jamshedpur, Purbi Singhbhum, Jharkhand -831001Tel. No: +91 7280009199, Email address: [rsdfinance.ltd@gmail.com](mailto:rsdfinance.ltd@gmail.com)Website: [www.rsdfinancelimited.com](http://www.rsdfinancelimited.com)**PROXY FORM***[Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies (Management and Administration) Rules, 2014]***Name of the Member(s) :** \_\_\_\_\_**Registered Address :** \_\_\_\_\_**E-mail Id :** \_\_\_\_\_**Folio No./Client Id:** \_\_\_\_\_**DP ID :** \_\_\_\_\_I/We, being the member(s) of **RSD Finance Limited** holding \_\_\_\_\_ shares, hereby appoint:

- 1) Name \_\_\_\_\_  
Address: \_\_\_\_\_  
Email Id : \_\_\_\_\_ Signature: \_\_\_\_\_, or failing him/ her
- 2) Name \_\_\_\_\_  
Address: \_\_\_\_\_  
Email Id : \_\_\_\_\_ Signature: \_\_\_\_\_, or failing him/ her
- 3) Name \_\_\_\_\_  
Address: \_\_\_\_\_  
Email Id : \_\_\_\_\_ Signature: \_\_\_\_\_, or failing him/ her

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 59th Annual General Meeting of the members of the Company to be held on Friday, 30th September 2022 at 11.00 A.M. at H. No- 4, The Hotel Alcor, Ramdas Bhatta, Bistupur, Jamshedpur, Purbi Singhbhum, Jharkhand -831001 and at any adjournment thereof in respect of such resolution as are indicated below:

**RESOLUTIONS****FOR****AGAINST****ORDINARY BUSINESS**

1. To receive, consider and adopt
  - (a) the Audited Standalone Financial Statements of the Company for the financial year ended March 31, 2022 together with the reports of the Board of Directors and Auditors thereon; and
  - (b) the Audited Consolidated Financial Statements of the Company for the financial year ended March 31, 2022 together with the reports of the Auditors thereon.
2. To appoint Ms. Upneet Dugal (DIN: 07680726), who retires by rotation and being eligible, offers herself for re-appointment as a Director.
3. Re-appointed as the Statutory Auditors of the Company to hold office for a second term commencing from the conclusion of this Annual General Meeting till the conclusion of the 64th Annual General Meeting of the Company, to be held in the year 2027

**SPECIAL BUSINESS**

4. Payment of Managerial Remuneration under Section 197 of the Companies Act, 2013 and Regulation 17(6)(e) of the SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015.

Signed this \_\_\_\_\_ day of \_\_\_\_\_ of 2022

(Affix Revenue Stamp)

Signature of the Shareholder: \_\_\_\_\_

Signature of Proxy holder : \_\_\_\_\_

**This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before commencement of the Meeting.**

Note:

- 1) A proxy need not be a member of the Company and shall prove his identity at the time of attending the Meeting.
- 2) Appointment of a proxy does not prevent a member from attending the meeting in person if he wishes so. When a Member appoints a Proxy and both the Member and Proxy attend the Meeting, the proxy will stand automatically revoked.
- 3) This is only optional. Please put a 'V' in the appropriate column against the resolutions indicated in the box. If you leave the 'For' or 'Against' column blank against any of the resolutions, your proxy will be entitled to vote at the meeting in the manner he/she thinks appropriate.\*\*
- 4) In case of Joint holders, the signature of any one holder will be sufficient but names of all the joint holders should be stated.
- 5) Undated proxy form will not be considered valid.
- 6) This form will be valid only if it is duly completed in all respects, properly stamped and submitted as per the applicable law. Incomplete form or form which remains unstamped or inadequately stamped or form upon which the stamps have not been cancelled will be treated as invalid.
- 7) This form of proxy shall be signed by the appointer or his attorney duly authorized in writing, or if the appointer is a body corporate, be under its seal or be signed by an officer or an attorney duly authorized by it.
- 8) If Company receives multiple proxies for the same holding of a member, the proxy which is dated last will be considered valid; if they are not dated or bear the same date without specific mention of time, all such multiple proxies will be treated as invalid.



