

**GITA RENEWABLE ENERGY LIMITED**

**CIN: L40108TN2010PLC07439**

**12<sup>TH</sup> ANNUAL REPORT 2021-2022**

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**Board of Directors**

Mr. R. Natarajan (DIN-00595027)	<b>Chairman &amp; Managing Director</b>
Mr.Chandikeshwar Sharma (upto 30.06.2021) (DIN-006598312 )	<b>Director</b>
Mr.Suresh Kedia (upto 13.08.2021) (DIN-06596808)	<b>Director</b>
Mrs.Saraswathi (DIN-07140959)	<b>Director</b>
Mr. S. Sekar (From 13.08.2021) (DIN-01050597)	<b>Director (Independent)</b>
Mr.SankaranSivasailapathi (DIN-09409356)(From31-03-2022)	<b>Director (Independent)</b>
Mr Mr. Kumar Vaidyanathan	<b>Chief Financial Officer</b>
Mr. Anadish Srivastava (ACS-57126)	<b>Company Secretary</b>

**Registered Office**

Sy.No.180 &181, OPG Nagar  
Periya Obulapuram Village,  
Nagaraja Kandigai,Madharapakkam Road,  
Gummidipoondi,601201. (TN)

**Statutory Auditors**

M/s S.K. Gulecha & Associates  
Chartered Accountants  
No. 51, Venkatachalam Street,  
Choolai, Chennai- 600112.(TN)

**Secretarial Auditor**

M/s M K Madhavan & Associates  
Company Secretaries  
New No. 204/3, Old No. 117/3,  
Venkatachalam Street, Mylapore,  
Chennai- 600004 (TN)

**Bankers**

State Bank of India

**Registrar & Share Transfer Agents**

M/s. Cameo Corporate Services Limited  
"Subramanian Building"1, Club House Road  
Chennai – 600002 (TN)  
Phone : 91 44 28460390  
Email : investor@cameoindia.com/agm@cameoindia.com

**Stock Exchange****BSE Limited**

Phiroze Jeejeebhoy Towers  
Dalal Street, Mumbai- 400001  
Phones : 91-22-22721233/4, 91-22-66545695  
Email: [corp.comm@bseindia.com](mailto:corp.comm@bseindia.com)

**NOTICE**

**NOTICE** is hereby given that the 12<sup>th</sup> (Twelfth) Annual General Meeting for the year 2021-2022 of the shareholders of Gita Renewable Energy Limited will be held on Wednesday, the 29<sup>th</sup> day of June 2022 at 4:30 P.M. through Video Conferencing (“VC”) / Other Audio Visual Means (“OAVM”) to transact the following business. The venue of the AGM shall be deemed to be the Registered Office of the Company at Sy.No. 180 & 181, OPG Nagar Periya Obulapuram Village, Nagaraja Kandigai, Madharapakkam Road, Gummidipoondi-601201,Tamilnadu.

**ORDINARY BUSINESS****Item No.1-Adoption of Financial Statements**

To receive, consider, approve and adopt the Audited Financial Statements of the Company for the year ended March 31, 2022, which comprise the Audited Balance Sheet as at March 31, 2022, the Statement of Profit and Loss, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, notes to the financial statements, including a summary of significant accounting policies and other explanatory information for the year ended March 31, 2022 and the reports of the Board of Directors and Auditors thereon and in this regard, pass the following resolution as Ordinary Resolution:

**“RESOLVED THAT** the Audited Financial Statements of the Company for the year ended March 31, 2022, which comprise the Audited Balance Sheet as at March 31, 2022, the Statement of Profit and Loss, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, notes to the financial statements, including a summary of significant accounting policies and other explanatory information for the year ended March 31, 2022 and the reports of the Board of Directors and Auditors thereon be and are hereby received, considered, approved and adopted”.

**Item No.2-To appoint a Director in place of Mrs. Saraswathi (DIN: 07140959), who retires by rotation and being eligible offers herself for re-appointment.**

**“RESOLVED THAT** pursuant to the provisions of Section 152 of the Companies Act, 2013 and Articles of Association of the Company, Mrs. Saraswathi [DIN: 07140959], who retires by rotation and being eligible has offered himself for re-appointment, be and is hereby re-appointed as a Director of the Company, liable to retire by rotation .”

**SPECIAL BUSINESS****Item No. 3- Appointment of Mr.Sankaran Sivasailapathi (DIN: 09409356) as a Non-Executive Independent Director.**

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

**“RESOLVED THAT** pursuant to the provisions of Section 149, 152, 160 and all other applicable provisions of the Companies act, 2013 (“the Act”) and the Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force), Articles of Association of the Company and Regulation 19(4) read with Part D of Schedule II of Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and other applicable laws, Mr.Sankaran Sivasailapathi (DIN: 09409356), who was appointed as Additional Director of the Company with effect from 31<sup>st</sup> March 2022 by the Board of Directors pursuant to Section 161 of the Act and as recommended by the Nomination and Remuneration Committee and who holds office up to the

date of this Annual General Meeting, who is eligible for appointment and has consented to act as a Director of the Company and in respect of whom the Company has received a notice in writing from a Member under Section 160 of the Act proposing Mr.Sankaran Sivasailapathi candidature for the office of Director of the Company, be and is hereby appointed /ratified as an Non-Executive Independent Director of the Company for a period of Five Years with effect from 31<sup>st</sup> March, 2022 up to 30th March, 2027 who is not liable to retire by rotation.”

**“RESOLVED FURTHER THAT** any one Director of the Company and/or Mr. Anadish Srivastava, Company Secretary of the Company be and are hereby severally authorized to do all such acts, deeds, matters and things and execute all such documents, instruments and writings as may be necessary or desirable and expedient to give effect to the aforesaid resolution.”

**Registered Office:**

Sy. No. 180 & 181,  
OPG Nagar, Periya Obulapuram Village,  
Nagaraja Kandigai  
Madharapakkam Road,  
Gummidipoondi- 601201,  
Tamilnadu.  
Date : June 2, 2022

**By order of the Board of Directors**  
**For Gita Renewable Energy Limited**  
Sd/-

R. Natarajan  
Chairman & Managing Director  
(DIN-00595027)

**Notes:**

1. In view of the continuing Covid-19 pandemic, the Ministry of Corporate Affairs (“MCA”) has vide its General Circular No.’s 14/2020, 17/2020, 20/2020 dated April 08, 2020, April 13, 2020, May 05, 2020 read with General Circular No.’s 02/2021, 21/2021, 2/2022 dated January 13, 2021, December 14, 2021 and May 5, 2022 (collectively referred to as “MCA Circulars”) and SEBI vide its Circular Nos. SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated May 12, 2020, SEBI/HO/CFD/CMD2/CIR/P/2021/11 dated January 15, 2021, SEBI/HO/CFD/CMD2/CIR/P/2022/62 dated May 13, 2022 (collectively referred to as “SEBI Circulars”) have permitted holding of the Annual General Meeting (“AGM”) through Video Conferencing (VC) / Other Audio-Visual Means (OAVM), without the physical presence of the Members at a common venue. In compliance with the provisions of the Companies Act, 2013 (“Act”), SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“SEBI LODR”), SEBI Circulars and MCA Circulars, AGM of the Company is being held through VC / OAVM. The Registered Office of the Company shall be deemed to be venue for the AGM.
2. Explanatory Statement pursuant to Section 102 of the Act with respect to the Special Business set out in the Notice is annexed hereto. Further, relevant details with respect to Item No.’s 3 to 4 pursuant to Regulation 36 (3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“SEBI Listing Regulations”) and Secretarial Standard on General Meetings issued by the Institute of Company Secretaries of India, in respect of Director seeking appointment at this AGM are also annexed.
3. Pursuant to the provisions of the Act, a Member entitled to attend and vote at the AGM is entitled to appoint a proxy to attend and vote on his/her behalf and the proxy need not be a Member of the Company. However, since this AGM is being held through VC/OAVM in line with the MCA circulars, physical attendance of Shareholders has been dispensed

with. Accordingly, the facility to appoint a proxy to attend and cast vote for the shareholder is not made available for this AGM and hence the proxy form and attendance slip are not annexed to this notice.

However, in terms of the provisions of Section 112 and 113 of the Act read with MCA Circulars, Corporate Shareholders are entitled to appoint their authorised representatives to attend the AGM through VC/OAVM on their behalf and participate thereat, including cast votes by electronic means (details of which are provided separately, herein below). Such Corporate Shareholders are requested to send a certified copy of the Board Resolution authorizing their representatives to attend and vote at the Annual General Meeting through VC/OAVM.

4. The facility for Shareholders to join the AGM in the VC/OAVM mode will be kept open to join 15 minutes before and 15 minutes after the scheduled time of the commencement of the Meeting. The Shareholders can join the AGM by following the procedure mentioned herein below in the Notice. The facility of participation at the AGM through VC/OAVM will be made available to atleast 1000 Shareholders on 'first come first serve' basis. This will not include large Shareholders (i.e. Shareholders holding 2% or more), Promoters, Directors, Key Managerial Personnel, the Chairperson(s) of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of 'first come first serve' basis.
5. The attendance of the Shareholders attending the AGM through VC/OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Act.
6. The Shareholders, 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 22<sup>nd</sup> June 2022, through Email to [company.secretarial@gitarenewable.com](mailto:company.secretarial@gitarenewable.com). The same will be replied by/on behalf of the Company suitably.
7. The Register of Directors and Key Managerial Personnel and their shareholding, maintained under Section 170 of the Companies Act, 2013 and Register of Contracts or Arrangements in which the Directors are interested, maintained under Section 189 of the Companies Act, 2013 will be available electronically for inspection by the members during the Annual General Meeting. Other documents referred to in the notice, if any, will be available for electronic inspection. The members seeking to inspect such documents can send e-mail to [company.secretarial@gitarenewable.com](mailto:company.secretarial@gitarenewable.com).
8. The Register of Members and the Share Transfer Books of the company shall remain closed from Thursday, 23<sup>rd</sup> June 2022 to Wednesday, 29<sup>th</sup> June 2022 (both days inclusive) for the Annual General Meeting.
9. Members are requested to quote their Registered Folio Number or Demat Account Number & Depository Participant (DP) ID Number on all correspondences with the Company. Members holding shares in dematerialized mode are requested to intimate all changes pertaining to their name, postal address, e-mail address, bank details, mandate, nomination, power of attorney, change of address, etc., to their respective Depository Participant (DP). Members holding shares in physical mode are requested to intimate the same to Registrar & Share Transfer Agents of the Company (RTA) M/s. **Cameo Corporate Services Limited**, "Subramanian Building", No.1, Club House Road, Chennai-600 002 in the 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. The Company has sent letters to the shareholders for furnishing the required details.

10. The Company is concerned about the environment and utilizes natural resources in a sustainable way. Members who have not registered their e-mail addresses so far or who would like to update their email addresses already registered, are requested to register/update their email address with their DP (in respect of shareholders who hold shares in dematerialized form) and with RTA (for those who hold shares in physical form) to enable us send you the communications via email.
11. In line with aforesaid MCA Circulars and SEBI Circulars, the Annual Report including Notice of the 12<sup>th</sup> AGM of the Company *inter alia* indicating the process and manner of e-voting is being sent only by Email, to all the Shareholders whose Email IDs are registered with the Company/Depository Participant(s) for communication purposes to the Shareholders and to all other persons so entitled.

Members may also note that the Notice of the Twelfth AGM and the Annual Report 2021-22 will also be available on the Company's website [www.gitarenewable.com](http://www.gitarenewable.com) and website of the Stock Exchange, BSE Ltd., at [www.bseindia.com](http://www.bseindia.com). The Notice of the AGM shall also be available on the website of NSDL at [www.evoting.nsdl.com](http://www.evoting.nsdl.com).

12. Pursuant to Section 72 of the Companies Act, 2013, shareholders are entitled to make nomination in respect of shares held by them. Shareholders desirous of making nominations are requested to submit their requests in Form SH-13. The said Form can be downloaded from the web site of the company [www.gitarenewable.com](http://www.gitarenewable.com) [under "Investors" section]. Shareholders holding shares in physical form and electronic form may submit the same to the RTA, M/s. Cameo Corporate Services Limited and to their respective depository participant respectively.
13. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit the PAN to their Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN and Bank details to the RTA.
14. Members may please note that SEBI vide its Circular No. SEBI/HO/MIRSD/MIRSD\_RTAMB/P/CIR/2022/8 dated January 25, 2022 has mandated the listed companies to issue securities in dematerialized form only while processing service requests viz. Issue of duplicate securities certificate; claim from unclaimed suspense account; renewal/exchange of securities certificate; endorsement; sub-division/splitting of securities certificate; consolidation of securities certificates/folios; transmission and transposition. Accordingly, 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 Company's website at [www.gitarenewable.com](http://www.gitarenewable.com). It may be noted that any service request can be processed only after the folio is KYC Compliant.
15. 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 this, in order to eliminate all risks associated with physical shares and avail various benefits of dematerialization, members holding shares in physical form are requested to convert their holdings to

dematerialized form. Members can contact the Company's Registrar and Share Transfer Agents, **Cameo Corporate Services Ltd. Chennai**, for assistance in this regard.

**Instructions for e-voting:**

Pursuant to Section 108 of the Companies Act, 2013, read with Rule 20 of the Companies (Management and Administration) Rules, 2014, as may be amended from time to time and Regulation 44 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, and MCA Circulars dated April 8, 2020, April 13, 2020, May 5, 2020 and January 13, 2021, the Company is pleased to provide e-voting facility to the members to cast their votes electronically on all resolutions set forth in this Notice.

The Company has engaged the services of National Securities Depository Limited (NSDL) as Authorized Agency to provide e-voting facility. The Company has appointed M/s M.K. Madhavan & Associates, Practicing Company Secretary [FCS 8408, COP No. 16796] to act as the Scrutinizer, for conducting scrutiny of the votes cast.

Notice convening the 12<sup>th</sup> Annual General Meeting and the Annual Report 2021-22 is also available on the NSDL's website: **[www.evoting.nsdl.com](http://www.evoting.nsdl.com)**

The e-voting facility is available at the link: **[www.evoting.nsdl.com](http://www.evoting.nsdl.com)**

The e-voting facility will be available during the following voting period:

Commencement of e-voting	End of e-voting
26 <sup>th</sup> June 2022, Sunday, at 9:00 A.M. (IST)	28 <sup>th</sup> June 2022, Tuesday, at 5:00 P.M. (IST)

During this period, shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date of 22<sup>nd</sup> June 2022 may cast their vote electronically. The e-voting module shall be disabled by NSDL thereafter. A person who is not a member of the Company as on cut off date should treat the Notice for information purpose only.

Only those Shareholders, who will be present at the AGM through VC/OAVM facility and who had not cast their vote by remote e-voting prior to the AGM and are otherwise not barred from doing so, shall be eligible to vote through e-voting system during the AGM. In the 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 shall be entitled to vote through remote e-voting or voting during the AGM.

The members desiring to vote through electronic mode may refer to the detailed procedure on e-voting given hereinafter.

Shareholders who have already voted prior to the meeting date would not be entitled to vote during the AGM.

**NSDL e-voting System- For Remote e-voting and e-voting during the AGM**

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****A) Login method for e-Voting and joining virtual meeting 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 with NSDL**

1. Existing **IDeAS** user can visit the e-Services website of NSDL Viz. <https://eservices.nsdl.com> either on a Personal Computer or on a mobile. On the e-Services home page click on the **"Beneficial Owner"** icon under **"Login"** which is available under **'IDeAS'** section, this will prompt you to enter your existing User ID and Password. After successful authentication, you will be able to see e-Voting services under Value added services. Click on **"Access to e-Voting"** under e-Voting services and you will be able to see e-Voting page. Click on company name or **e-Voting service provider i.e. NSDL** and you will be re-directed to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.
2. If you are not registered for IDeAS e-Services, option to register is available at <https://eservices.nsdl.com>. Select **"Register Online for IDeAS Portal"** or click at <https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp>
3. 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. 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 company name or **e-Voting service provider i.e. NSDL** and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.
4. Shareholders/Members can also download NSDL Mobile App **"NSDL Speede"** facility by scanning the QR code mentioned below for seamless voting experience.

**NSDL Mobile App is available on**



App Store



Google Play



Individual Shareholders holding securities in demat mode with CDSL

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

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

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

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

Login type	Helpdesk details
Individual Shareholders holding securities in demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at <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 and joining virtual meeting for shareholders other than Individual shareholders holding securities in demat mode and shareholders holding securities in physical mode.**

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

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

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

4. Your User ID details are given below :

<b>Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical</b>	<b>Your User ID is:</b>
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 and join General Meeting on NSDL e-Voting system.**

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

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

**GENERAL GUIDELINES FOR SHAREHOLDERS**

1. Institutional 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 [cs.madhavanmk@gmail.com](mailto:cs.madhavanmk@gmail.com) 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 Ms. Soni Singh at [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in)

**Process for those shareholders whose email ids are not registered with the depositories 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 company.secretarial@gitarenewable.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 company.secretarial@gitarenewable.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 and joining virtual meeting 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.

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

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

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

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

3. Further Members will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
4. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
5. Shareholders who would like to express their views/have questions may send their questions in advance mentioning their name demat account number/folio number, email id, mobile number at [company.secretarial@gitarenewable.com](mailto:company.secretarial@gitarenewable.com) at least 7 days prior to the meeting. The same will be replied by the company suitably.
6. Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting. The Company reserves the right to restrict the number of questions and number of speakers, depending upon the availability of time as appropriate for smooth conduct of the AGM.

**General Instructions**

- a. The remote e-voting shall not be allowed beyond the abovementioned date and time.
- b. Once the vote on the resolution is cast by the shareholder, whether partially or otherwise, the shareholder shall not be allowed to change it subsequently or cast the vote again.
- c. Any person who have acquired shares and become members of the company after the electronic dispatch of the notice and holding shares as on cut-off date, i.e. 22<sup>nd</sup> June 2022 and who have updated their PAN with the Company/DP, should follow the instructions as above mentioned to vote through e-voting and those who have not updated their PAN with the Company/DP, can send a mail to [company.secretarial@gitarenewable.com](mailto:company.secretarial@gitarenewable.com) and [investor@cameoindia.com](mailto:investor@cameoindia.com) to obtain sequence number and they will have to follow the instructions as above mentioned to vote through e-voting.
- d. The voting rights of members shall be in proportion to their shares in the paid up equity share capital of the Company as on cut-off date. 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 and e-voting during the AGM.
- e. The Scrutinizer shall, immediately after the conclusion of voting during the general meeting, would count the votes cast during the meeting and through remote e-voting, thereafter unblock the votes cast through remote e-voting in the presence of at least two witnesses not in the employment of the Company and make, not later than three days of conclusion of the meeting, a consolidated Scrutinizer's report of the total votes cast in favour or against, if any, to the Chairman or a person authorized by him in writing who shall countersign the same.
- f. The results declared along with the Scrutinizer's Report shall be placed on the Company's website [www.gitarenewable.com](http://www.gitarenewable.com) and on the website of NSDL [www.nsdl.co.in](http://www.nsdl.co.in) immediately after the result is declared. The Company shall simultaneously forward the results to BSE Ltd., where the shares of the Company are listed.
- g. Subject to the receipt of requisite number of votes through remote e-voting and voting during the meeting, the Resolutions proposed in the Notice shall be deemed to have been passed on the date of the meeting, i.e., Wednesday, 29<sup>th</sup> June 2022.

**EXPLANATORY STATEMENT**

As required under Section 102 of the Companies Act, 2013 ("Act"), the following explanatory statement sets out all material facts relating to business mentioned under Item No.'s 3 and 4 of the accompanying Notice:

**Item No. 3- Appointment of Mr. Mr.Sankaran Sivasailapathi (DIN: 09409356) as a Non-Executive Independent Director.**

Based on the recommendation of the Nomination and Remuneration Committee, the Board of Directors ("Board"), appointed Mr. Sankaran Sivasailapathi as an Additional Director (Non-Executive Independent) on 31<sup>st</sup> March 2022. Pursuant to the provisions of Section 161 of the Act and Articles of Association of the Company, Mr. Sankaran Sivasailapathi will hold office up to the date of ensuing Annual General Meeting ('AGM') be and is hereby appointed/ratified as a Non-Executive Independent Director of the Company for a period of Five Years with effect from 31<sup>st</sup> March, 2022 up to 30th March, 2027 who is not liable to retire by rotation." The Company has, in terms of Section 160 of the Act, received a notice in writing, from a member, proposing the candidature of Mr. Sankaran Sivasailapathi for the office of Director. Mr. Sankaran Sivasailapathi once appointed will not be liable to retire by rotation and will be subject to the Company's policies.

The Company has received from Mr. Mr.Sankaran Sivasailapathi:

- (i) Consent in writing to act as Director in Form DIR-2 pursuant to Rule 8 of the Companies (Appointment and Qualification of Directors) Rules, 2014
- (ii) Intimation in Form DIR-8 in terms of the Companies (Appointment and Qualification of Directors) Rules, 2014, to the effect that he is not disqualified under Section 164(2) of the Act
- (iii) Notice of Interest by Director in form MBP-1 pursuant to Section 184(1) of the Companies Act, 2013 read with Rule 9(1) of Companies (Meetings of Board and its Powers) Rules, 2014 disclosing interest in any contract or arrangement which may be entered into with such bodies corporate or firm and
- (iv) a declaration pursuant to BSE Circular No. LIST/COMP/14/ 2018-19 dated June 20, 2018, that he has not been debarred from holding office of a Director by virtue of any Order passed by SEBI or any other such authority.

A brief profile of the Director proposed to be appointed at the AGM is annexed herewith. The Board considers that his continues association would be of immense benefit to the Company and it is desirable to appoint him as Non-Executive Independent Director of the Company.

None of the Directors and Key Managerial Personnel of the Company or their respective relatives, except Mr. Sankaran Sivasailapathi, to whom the resolution relates, is 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.

**Registered Office:**

Sy. No. 180 & 181, OPG Nagar,  
Periya Obulapuram Village, Nagaraja Kandigai  
Madharapakkam Road,  
Gummidipoondi, - 601201,  
Tamilnadu. (TN)

*By order of the Board of Directors*  
**For Gita Renewable Energy Limited**

Sd/-  
R. Natarajan  
Chairman & Managing Director  
(DIN-00595027)

Date: June 2, 2022

**Details of the Directors proposed for appointment/reappointment pursuant to Regulation 36 (3) of SEBI Listing Regulations and SS-2 issued by ICSI**

<b>Name &amp; Designation</b>	<b>Mr.Sankaran Sivasailapathi (DIN-09409356) Additional Director (Non-Executive, Independent)</b>
<b>Date of birth</b>	16th July 1973
<b>Age</b>	48 years
<b>Qualifications</b>	Bachelor of Business Law and Diploma in Civil Engineering
<b>Brief profile</b>	He has extensive experience of more than 29 years out of that 9 years of experience in Engineering and approx. two decades in Law.
<b>Expertise in specific functional areas</b>	Legal Compliances
<b>Date of appointment on the Board of Directors</b>	31.03.2022
<b>Date of last reappointment on the Board of Directors</b>	N.A
<b>No. of Board Meetings attended during the financial year 2021-22</b>	Nil
<b>Terms and conditions of appointment</b>	N.A
<b>List of outside Directorships held</b>	NA
<b>Chairman/ Member of the Committees of Board of Directors of the Company</b>	None
<b>Chairmanship/Membership of the Committees of Board of Directors of other Companies in which Directorship is held</b>	None
<b>Directorship in other listed entity (Category of Directorship)</b>	None
<b>Relationship with other Directors/KMP</b>	Nil
<b>No. &amp; Percentage of Shares held in the Company</b>	Nil

**BOARD'S REPORT**

To the Members,

The Directors present the 12<sup>th</sup> Annual Report of Gita Renewable Energy Limited ("the Company") along with the Audited Financial Statements for the financial year ended 31<sup>st</sup> March, 2022.

**FINANCIAL RESULTS**

Sl. No.	Particulars	<i>Rs.in lakhs</i>	
		Financial Year 2021-22	Financial Year 2020-21
01.	Revenue from Operations (Net)	24.00	24.00
02.	Other Income	302.65	18.43
<b>03.</b>	<b>Total Income</b>	<b>326.65</b>	<b>42.43</b>
04.	Operating Profit (PBIDT)	238.05	(1413.51)
05.	Finance Cost	0.03	-
06.	Depreciation and Amortisation expense	-	-
07.	Profit before tax	238.05	(1413.51)
08.	Tax expense	-	-
<b>09.</b>	<b>Net Profit for the year</b>	<b>1294.04</b>	<b>(1413.51)</b>
10.	Other Comprehensive Income/(Losses)	1055.99	-
<b>11.</b>	<b>Total Comprehensive Income for the period</b>	<b>1294.04</b>	<b>(1413.51)</b>
12.	Earnings per share (in Rs.)	31.47	(34.37)

**PERFORMANCE REVIEW**

The Company's revenue from operations for the year under review is Rs. 326.65 Lak has compared to Rs. 42.43 in the previous year signifying an increase of 769% The increase in revenue during the year under review is attributed to the increase in the trading of coal.

**SHARE CAPITAL**

During the year under review, there were no changes in the share capital of the Company.

**DIVIDEND**

The Directors have not recommended any Dividend on equity shares of the company for the year ended 31<sup>st</sup> March, 2022.

**DIRECTORS' RESPONSIBILITY STATEMENT**

Pursuant to Section 134 (3) (c) of the Companies Act, 2013 ["the Act"], the Directors of the Company, to the best of their knowledge and ability, confirm that:

- in the preparation of the annual accounts for the year ended 31<sup>st</sup> March, 2022, the applicable accounting standards have been followed and there are no material departures;
- they have 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 as at 31<sup>st</sup> March, 2022 and of the profit of the Company for the year ended on that date;
- they have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;

- d. they have prepared the annual accounts of the Company on a going concern basis;
- e. they have laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and are operating effectively; and
- f. they have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

Based on the framework of internal financial controls and compliance systems established and maintained by the Company, the work performed by the internal, statutory and secretarial auditors including audit of internal financial controls over financial reporting by the statutory auditors and reviews performed by the management and the audit committee, the Board of Directors is of the opinion that the Company's internal financial controls were adequate and effective during the financial year 2021-22.

## **DIRECTORS & KEY MANAGERIAL PERSONNEL**

### **Directors**

Mr. Chandikeshwar Sharma, and Mr. Suresh Kedia Directors of the Company resigned from the Board of Directors of the Company with effect from 30<sup>th</sup> June 2021, 13<sup>th</sup> August 2021 respectively. The Board places on record its sincere appreciation for their valuable services rendered during their tenure.

Pursuant to the provisions of Section 161 of the Companies Act, 2013, Board of Directors at their meeting held on 13<sup>th</sup> August 2021 appointed Mr. S. Sekar (DIN: 01050597) as an Additional Directors (Non-Executive, Independent) of the Company with effect from 13<sup>th</sup> August 2021 to hold office till the ensuing Annual General Meeting of the Company. The shareholders of the Company at their 11<sup>th</sup> Annual General Meeting held on 30<sup>th</sup> September 2021 approved the appointment of Mr. S.Sekar as Directors of the Company for a period of five consecutive years with effect from 13<sup>th</sup> August, 2021 up to 12<sup>th</sup> August 2026, not liable to retire by rotation.

The Board of Directors of the Company, based on the recommendation of Nomination and Remuneration Committee ("NRC"), approved the appointment of Mr. Sankaran Sivasailapathi (DIN: 09409356) as an Additional Director on the Board of the Company with effect from 31<sup>st</sup> March 2022 to hold office up to the date of ensuing Annual General Meeting. A resolution seeking shareholders' approval for his appointment as a Director of the Company forms part of the Notice.

Details of the proposed appointment of the abovementioned Director is mentioned in the Explanatory Statement pursuant to Section 102 of the Companies Act, 2013 of the Notice of the 12<sup>th</sup> AGM.

### **Key Managerial Personnel**

The Board of Directors appointed Mr. Anadish Srivastava as the Company Secretary and Compliance Officer of the Company with effect from 30<sup>th</sup> June, 2021.

## **MEETINGS**

### **1.Board Meetings**

The Board of Directors met Six times during the financial year 2021-22. The meetings were held on 28<sup>th</sup> April 2021, 30<sup>th</sup> June 2021, 13<sup>th</sup> August 2021, 12<sup>th</sup> November 2021, 10<sup>th</sup> February 2022

and 31<sup>st</sup> March 2022. The attendance particulars of each Director at the Board Meetings for the financial year 2021-22 are as under :-

SN	Name of Directors	No. of Board meetings held during the year	No. of Board Meetings attended during the year
1.	Mr. R. Natarajan	6	6
2.	Mr. Suresh Kedia#	6	2
3.	Mr. Chandikeshwar Sharma#	6	1
4.	Mr. S Sekar@	6	3
5.	Mr. Sankaran Sivasailapathi @	6	1

#Mr. Chandikeshwar Sharma and Mr. Suresh Kedia resigned with effect from 30.06.2021 and 13-08-2021 respectively.

\* Mr. S. Sekar and Mr. Sankaran Sivasailapathi was appointed with effect from 13.08.2021 and 31.03.2022.

## **2. Committee Meetings**

The Audit Committee met five times during the year 2021-22. The meetings were held on 28<sup>th</sup> April 2021, 30<sup>th</sup> June 2021, 13<sup>th</sup> August 2021, 12<sup>th</sup> November 2021, 10<sup>th</sup> February, 2022.

The Nomination and Remuneration Committee met two times during the year 2021-22. The meetings were held on 30<sup>th</sup> June 2021 and 31<sup>st</sup> March 2022.

The Stakeholders Relationship Committee met once on 31<sup>st</sup> March 2022 during the year 2021-22.

## **POLICY ON DIRECTORS' APPOINTMENT & REMUNERATION**

The Remuneration policy is directed towards rewarding performance based on review of achievements on a periodical basis. The remuneration policy is in consonance with the existing industry practice and is designed to create a high performance culture. It enables the Company to attract, retain and motivate employees to achieve results. The Company has made adequate disclosures to the members on the remuneration paid to Directors from time to time. The Company's Policy on director's appointment and remuneration including criteria for determining qualifications, positive attributes, independence of a director and other matters provided under Section 178 (3) of the Act is available on the website of the Company at [www.chennaiferrous.com](http://www.chennaiferrous.com).

## **INTERNAL FINANCIAL CONTROL SYSTEMS AND THEIR ADEQUACY**

The Company has in place adequate internal financial controls with reference to the financial statements. During the year, such controls were evaluated and no reportable deficiency in the design or operation of such controls were observed.

## **AUDIT COMMITTEE**

### **a) Composition and terms of reference**

The Audit Committee is constituted in line with the provisions of Section 177 of the Companies Act, 2013 read with Companies (Meetings of Board and its Powers) Rules, 2014 and Regulation

18 of SEBI Listing Regulations, as may be amended from time to time. The Committee comprises of the following members as on 31<sup>st</sup> March 2022:-

Sl.No.	Name of the Member	Executive/Non-Executive/Independent	Profile
1.	Mr. S. Sekar	Non-Executive Independent	Chairman
2.	Mr. Sankaran Sivasailpathy	Non-Executive Independent	Member
3.	Mr. R. Natarajan	Executive	Member

All the members of the Audit Committee are financially literate.

The Audit Committee acts in accordance with the terms of reference as specified by the Board, pursuant to the provisions of Section 177 of the Act read with Companies (Meetings of Board and its Powers) Rules, 2014. The terms of reference inter-alia include:-

- Recommending the appointment, remuneration and terms of appointment of auditors of the company;
- Examining the financial statement and the auditors' report thereon;
- Reviewing, with the management, the quarterly financial statements before submission to the Board for approval;
- Approval or any subsequent modification of transactions of the company with related parties;
- Evaluating the internal financial controls and risk management systems;
- Calling for the comments of the auditors about internal control systems, the scope of audit, including the observations of the auditors and review of financial statement before their submission to the Board and also discuss any related issues with the internal and statutory auditors and the management of the company.
- Reviewing the functioning of the whistle blower mechanism.

During the year under review, all the recommendations made by the Audit Committee were accepted by the Board.

## **AUDITORS**

### **Statutory Auditor**

Pursuant to the provisions of Sections 139, 142 of the Act read with Companies (Audit & Auditors) Rules, 2014, M/s S.K. Gulecha & Associates, Chartered Accountants, Chennai (Firm Registration No. 013340S) were appointed as the Statutory Auditors of the Company by the shareholders for a term of five consecutive years, from the conclusion of the 10<sup>th</sup> Annual General Meeting (AGM) of the Company till the conclusion of the 15<sup>th</sup> Annual General Meeting to be held in the year 2025.

The Notes on financial statement referred to in the Auditors' Report are self-explanatory and do not call for any further comments. The Auditors' Report does not contain any qualification, reservation or adverse remark.

### **Secretarial Auditor**

Pursuant to the provisions of Section 204 of the Companies Act, 2013 read with Rule 9 of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Board had appointed M/s M.K. Madhavan & Associates, Practising Company Secretaries as Secretarial Auditor to conduct Secretarial Audit for the financial year 2021-22. The Secretarial Audit Report

for the financial year ended March 31, 2022 is annexed herewith as **Annexure-I** to this Report. The Secretarial Audit Report does not contain any qualification, reservation or adverse remark.

### **RISK MANAGEMENT**

The Board of Directors has developed and implemented a Risk Management Policy for the company. The Board is responsible for reviewing the risk management plan and ensuring its effectiveness. The Audit Committee additionally overviews the financial risks and controls. The Risk Management Policy is available on the website of the Company at [www.chennaiferrous.com](http://www.chennaiferrous.com).

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

The Company has not made, given or provided any loans or investment or guarantee or security to any person or body corporate under the provisions of Section 186 of the Companies Act, 2013.

### **TRANSACTIONS WITH RELATED PARTIES**

Information on transactions with related parties pursuant to Section 134 (3) (h) of the Act read with Rule 8 (2) of the Companies (Accounts) Rules, 2014 in Form AOC-2 is annexed herewith as **Annexure-II** to this Report.

### **EXTRACT OF ANNUAL RETURN**

Pursuant to Section 92 (3) read with Section 134 (3) (a) of the Companies Act, 2013, the Annual Return in Form MGT 7 shall be placed on the website of the company at [www.chennaiferrous.com](http://www.chennaiferrous.com) after the conclusion of the 12<sup>th</sup> Annual General Meeting.

### **PARTICULARS OF EMPLOYEES**

The information required under Section 197 (12) of the Companies Act, 2013 read with Rule 5 (1) of Companies (Appointment & Remuneration of Managerial Personnel), Rules, 2014 is annexed herewith as **Annexure-III** to this Report. Pursuant to Rule 5(2) of Companies (Appointment & Remuneration of Managerial Personnel) Rules, 2014, there are no employees drawing remuneration in excess of eight lakh and fifty thousand rupees per month or one crore and two lakh rupees per year during the year under review.

### **CORPORATE GOVERNANCE**

in accordance with Regulation 15(2) (a) of the SEBI (LODR) Regulations, 2015, the compliance with the corporate governance provisions as specified in regulations 17, 17A, 18, 19, 20, 21, 22, 23, 24, 24A, 25, 26, 27 and clauses (b) to (i) and (t) of sub-regulation (2) of regulation 46 and para C, D and E of Schedule V shall not apply, in respect of *The listed entity having paid up equity share capital not exceeding rupees ten crore and net worth not exceeding rupees twenty five crore, as on the last day of the previous financial year.*

Since the paid up Equity Share Capital and Net-worth of the Company as on the last day of the previous financial year was below the stipulated limits as prescribed under Regulation 15 (2) (a) of SEBI (LODR) Regulations, 2015, the Company has claimed exemption under the said Regulation. Accordingly, the Company is not required to submit the Corporate Governance Report as required under Regulation 27(2) of SEBI (LODR), Regulations, 2015.

As required under Schedule V (C) of SEBI Listing Regulations, Management Discussion and Analysis Report is attached and forms part of this report.

**SECRETARIAL STANDARDS**

The Company complies with all the applicable mandatory Secretarial Standards issued by the Institute of Company Secretaries of India.

**DISCLOSURE AS REQUIRED UNDER SECTION 22 OF SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013**

The Company has formulated a Policy for Prevention of Sexual Harassment at Workplace pursuant to the requirements of the Sexual Harassment at Workplace (Prevention, Prohibition and Redressal) Act, 2013 read with relevant Rules made thereunder. Accordingly, Internal Complaints Committee ["ICC"] has been constituted for redressal of any sexual harassment complaint. The following is the summary of the complaints during the financial year 2021-22:-

- a) Number of complaints received during the financial year : Nil
- b) Number of complaints disposed of during the financial year : Nil
- c) Number of complaints pending as on end of the financial year: Nil

**DEPOSITS FROM PUBLIC**

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

**CONSERVATION OF ENERGY , TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO**

The information relating to conservation of energy, technology absorption and foreign exchange earnings and outflow as required to be disclosed under Section 134 (m) of the Companies Act, 2013 read with Rule 8(3) of Companies (Accounts) Rules, 2014 is annexed herewith as **Annexure-IV** to this Report.

**CORPORATE SOCIAL RESPONSIBILITY**

Pursuant to Section 135 of the Companies Act, 2013 read with the relevant rules made thereunder, the Company shall spend, in every financial year, at least two per cent of the average net profits of the company made during the three immediately preceding financial years in pursuance of its Corporate Social Responsibility Policy. Our Company is not meeting the CSR Applicability.

**STATE OF COMPANY'S AFFAIRS**

Management Discussion and Analysis Report for the year under review, as stipulated in Regulation 34 (2) (e) of SEBI Listing Regulations is given as a separate part of the annual report. It contains a detailed write up and explanation about the performance of the company.

**MATERIAL CHANGES & COMMITMENTS**

There have been no material changes and commitments affecting the financial position of the Company which have occurred between 31<sup>st</sup> March 2022 and 2<sup>nd</sup> June 2022.

**SIGNIFICANT & MATERIAL ORDERS PASSED BY REGULATORS OR COURTS**

During the Financial Year 2021-22, no order has been passed by any regulatory authorities or Courts impacting the going concern status and Company's operations in future.

**ACKNOWLEDGEMENT**

Your directors express their grateful appreciation for the assistance and cooperation received from the Banks, Government Authorities, Corporate Professionals, Customers, Vendors and Shareholders during the year under review, in aiding the smooth flow of operations. Continued dedication and sense of commitment shown by the employees at all levels during the year deserve special mention.

Place: Gummidipoondi  
Date : June 2, 2022

For and on behalf of the Board of Directors  
Sd/-  
**R. Natarajan**  
Chairman & Managing Director  
(DIN-00595047)

**ANNEXURE- I TO BOARD'S REPORT**

**FORM NO. MR-3**

**SECRETARIAL AUDIT REPORT**

FOR THE FINANCIAL YEAR ENDED 31st March 2022

[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To  
The Members of  
Gita Renewable Energy Limited.

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Gita Renewable Energy Limited (hereinafter called the "Company") [CIN: L40108TN2010PLC074394] for the financial year 2021-22. The Secretarial Audit was conducted based on the records made available to us, in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion/understanding thereon.

1. Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and made available to us and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we, on strength of those records, and information so provided, hereby report that in our opinion and understandings, the Company, during the audit period covering the financial year ended on 31st March 2022, appears to have complied with the statutory provisions listed hereunder and also in our limited review, the Company has proper and required 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, minutes' book, forms and returns filed and other records maintained by the Company and made available to us, for the financial year ended on 31st March 2022 according to the applicable provisions of:

- i) The Companies Act, 2013 (the "Act") and the rules made thereunder read with notifications, exemptions, and clarifications thereto.
- ii) The Securities Contracts (Regulation) Act, 1956 and the rules made thereunder.
- iii) The Depositories Act, 1996 and the Regulations and Byelaws framed thereunder.
- iv) (a) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment (FDI).  
(b) Overseas Direct Investment (ODI) and External Commercial Borrowings (ECBs)-  
Not applicable as the Company has no ODI and ECBs, under review.
- v) The following regulations and guidelines prescribed under the Securities and Exchange Board of India Act, 1992('SEBI ACT'):
  - a) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements), Regulations, 2015
  - b) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011.
  - c) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992.

- d) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018- Not applicable as the Company has not issued any securities during the financial year under review.
  - e) The Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021- Not applicable as the Company has not issued any share based employee benefits/sweat equity shares to its employees during the year under review;
  - f) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 - Not applicable as the Company has not issued any debt securities during the financial year under review;
  - g) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client (not applicable as the Company is not registered as Registrar to Issue and Share Transfer Agent during the year under review)
  - h) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 - Not applicable as the Company has not delisted/ propose to delist its shares from any stock exchange during the financial year under review;
  - i) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018 - Not applicable as the Company has not bought back/ propose to buyback any of its securities during the financial year under review.
- vi) The other laws applicable specifically to the Company are as follows:
- i) The Electricity Act, 2003.
  - ii) Water (Prevention and Control of Pollution) Act, 1974.
  - iii) Air (Prevention and Control of Pollution) Act, 1981.
  - iv) The Boilers Act, 1923

We have also examined compliance with the applicable clauses of the Secretarial Standards issued by The Institute of Company Secretaries of India (ICSI) with respect to Meetings of Board of Directors (SS-1) and the Meetings of General Meetings (SS-2).

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 a balance of Executive Directors, Non-Executive Directors, Independent Directors and a Woman director. There were changes in the composition of the Board of Directors during the period under review.

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

All the Board resolutions passed unanimously and the same have recorded as part of 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 has considered and shareholders have approved the following businesses

At the 11th AGM held on 30th September, 10.30 AM through Video Conferencing (VC)/Other Audio-Visual Means.

**Ordinary Business**

1. Adoption of Standalone Financial statements. (Ordinary resolution)
2. Appointment of Mr. R. Natarajan as a Director, liable to retire by rotation. (Ordinary resolution)

**Special Business**

3. Appointment of Mr. S. Sekar as Non-Executive Independent Director (Ordinary resolution)

We further report that there are adequate systems and processes in the Company, which are commensurate with the size and operations of the Company, to monitor and ensure compliance with applicable laws, rules, regulations, and guidelines.

**For M K MADHAVAN & ASSOCIATES**

Company Secretaries

M K MADHAVAN

Proprietor

Membership No.: F-8408 / C.P. No.: 16796

P.R. No. 1221/2021

UDIN: F008408D000444393

Date: 31-05-2022

Place: Chennai

[This Report is to be read with our letter of even date which is annexed as Annexure-A and forms an integral part of this report.]

**Annexure-A**

To,  
The Members of  
**Gita Renewable Energy Limited.**

Sub.: Secretarial Audit of Gita Renewable Energy Limited for the financial year ended 31st March 2022.

This letter forms integral part of our secretarial audit report dated 31-05-2022.

**Management's Responsibility:**

1. It is the responsibility of the management of the Company to maintain secretarial record by the Company and devise proper systems to ensure compliance with the provisions of all applicable laws and regulations and to ensure that the system is adequate and operate effectively.

**Auditor's Responsibility:**

2. Our responsibility is to express an opinion on these secretarial records, standards and procedures followed by the Company with respect to secretarial compliances.
3. The Compliance of the provisions of corporate and other applicable laws, rules and regulations, standards are the responsibility of management. Our examination was limited to the verification of procedures on the random test basis.
4. We believe that audit evidence and information obtained from the Company's management is reasonably adequate and appropriate to provide a reasonable basis for our opinion.
5. We have obtained the necessary Management's representation about the compliance of laws, rules and regulations and happening of events etc.

**Disclaimer:**

6. We have not verified the correctness and appropriateness of financial records and books of accounts and other such information/records of the Company, which were outside our agreed scope.
7. The Secretarial Audit is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

**For M K MADHAVAN & ASSOCIATES**

Company Secretaries

M K MADHAVAN

Proprietor

Membership No.: F-8408 / C.P.No.: 16796

P.R. No. 1221/2021

Date: 31-05-2022

Place: Chennai

**ANNEXURE-II TO BOARD'S REPORT****Form No.AOC-2**

*[Pursuant to clause (h) of sub-section (3) of Section 134 of the Companies Act, 2013 and Rule 8(2) of the Companies (Accounts) Rules, 2014]*

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

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

The Company has not entered into any contracts or arrangements or transactions with its related parties which is not at arm's length basis during the financial year 2021-22.

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

<b>SN</b>	<b>Particulars</b>	<b>Details</b>
i)	Name(s) of related party and nature of relationship:	Not applicable
ii)	Nature of contracts/arrangements/transactions:	Not applicable
iii)	Duration of the contracts/arrangements/transactions:	Not applicable
iv)	Salient terms of the contracts/arrangements/transactions including value, if any:	Not applicable
v)	Date (s) of approval by the Board, if any:	Not applicable
vi)	Amount paid as advances, if any :	Not applicable

Note:

There were no material contracts or arrangements or transactions with related parties at arm's length basis during the financial year 2020-21 as per the limits prescribed under Section 188 of the Companies Act, 2013 read with Rule 15 of Companies (Meetings of Board and its Powers) Rules, 2014, as may be amended from time to time and Policy on Related Party transactions of the Company framed under Regulation 23 of SEBI Listing Regulations.

For and on behalf of the Board of Directors  
Sd/-

Place: Gummidipoondi  
Date : June 2, 2022

**R. Natarajan**  
Chairman & Managing Director  
(DIN-00595047)

## ANNEXURE-III TO BOARD'S REPORT

**Particulars of Employees**

**[Information as per Section 197 (12) of the Companies Act, 2013 read with Rule 5 (1) of Companies (Appointment & Remuneration of Managerial Personnel), Rules, 2014 as may be amended]**

(i) the ratio of the remuneration of each director to the median remuneration of the employees of the company for the financial year;	<table> <tr> <td>Mr. R. Natarajan Chairman &amp; Managing Director</td><td>NIL</td></tr> <tr> <td></td><td></td></tr> </table>	Mr. R. Natarajan Chairman & Managing Director	NIL				
Mr. R. Natarajan Chairman & Managing Director	NIL						
(ii) the percentage increase in remuneration of each director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the financial year;	<table> <tr> <td>Mr. R. Natarajan Chairman &amp; Managing Director</td><td>Nil</td></tr> <tr> <td>Mr. Kumar Vaidanathan Chief Financial Officer</td><td>Nil</td></tr> <tr> <td>Mr. Anadish Srivastava *</td><td>3.13 (lakh)</td></tr> </table> <p>*Appointed with effect from 30<sup>th</sup> June 2021</p>	Mr. R. Natarajan Chairman & Managing Director	Nil	Mr. Kumar Vaidanathan Chief Financial Officer	Nil	Mr. Anadish Srivastava *	3.13 (lakh)
Mr. R. Natarajan Chairman & Managing Director	Nil						
Mr. Kumar Vaidanathan Chief Financial Officer	Nil						
Mr. Anadish Srivastava *	3.13 (lakh)						
(iii) the percentage increase in the median remuneration of employees in the financial year;	Nil						
(iv) the number of permanent employees on the rolls of company;	--						
(v) 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;	<table> <tr> <td>Average increase in salaries of employees other than managerial personnel in 2021-22 (in % annually)</td><td>Nil</td></tr> <tr> <td>% increase in remuneration of Chairman &amp; Managing Director</td><td>Nil</td></tr> <tr> <td>% increase in remuneration of CFO</td><td>Nil</td></tr> </table>	Average increase in salaries of employees other than managerial personnel in 2021-22 (in % annually)	Nil	% increase in remuneration of Chairman & Managing Director	Nil	% increase in remuneration of CFO	Nil
Average increase in salaries of employees other than managerial personnel in 2021-22 (in % annually)	Nil						
% increase in remuneration of Chairman & Managing Director	Nil						
% increase in remuneration of CFO	Nil						
(vi) affirmation that the remuneration is as per the remuneration policy of the company.	The Company affirms that the remuneration is as per the remuneration policy of the company						

Place: Gummidipoondi  
Date : June 2, 2022

For and on behalf of the Board of Directors  
Sd/-  
**R. Natarajan**  
Chairman & Managing Director  
(DIN-00595047)

**ANNEXURE-IV TO BOARD'S REPORT**

*[Information pursuant to Section 134 (m) of the Companies Act, 2013 read with Rule 8(3) of Companies (Accounts) Rules, 2014]*

**A. Conservation of energy:****(i) Steps taken or impact on conservation of energy:**

1. Electricity consumption of the company is controlled with efficient monitoring mechanism and employee training in energy conservation.
2. Electrical infrastructure in the company is fully geared to automatically conserve the valuable energy resources.
3. Electricity consumption has always been under control with judicious consumption.

**(ii) Steps taken by the company for utilizing alternate sources of energy: None****(iii) Capital Investment on energy conservation equipments: None****B. Technology absorption:****(i) Efforts made towards technology absorption: Nil****(ii) Benefits derived like product improvement, cost reduction, product development or import substitution: Nil****(iii) In case of imported technology (imported during the last 3 years reckoned from the beginning of the financial year): -N.A**

(a) Details of Technology imported;

(b)

Year of import;

(c) Whether the technology has been fully absorbed;

(d) If not fully absorbed, areas where absorption has not taken place and the reasons thereof;

**(iv) the expenditure incurred on Research & Development :**

(a) Capital : Nil

(b) Recurring : Nil

(c) Total : Nil

**C. Foreign exchange earnings and outgo:**

Total foreign exchange earnings during the year (in terms of INR) : Nil

Total foreign exchange used for operations (in terms of INR) : Nil

For and on behalf of the Board of Directors  
Sd/-

**R. Natarajan**

Chairman & Managing Director  
(DIN-00595047)

Place: Gummidipoondi

Date : June 2, 2022

## **Management Discussion and Analysis Report**

Pursuant to Regulation 34(3) and Para B of Schedule V of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and the amendments thereof, details of the Management discussion and analysis are given below:

### **Industry Structure & Development**

Coal has historically fuelled India's rise, bringing energy to millions of households and generating useful economic activity. It continues to be the mainstay of India's energy mix, even as concerns over climate change and air pollution have highlighted the need to pursue a more sustainable path forward.

As per IEA's India Energy Outlook 2021, even though coal's share in India's total primary energy demand will steadily decline in percentage terms from 44 per cent in 2019 to 34 per cent in 2040 (stated policies scenario), demand for coal will still grow by 31 per cent over the same period in absolute terms, from 413 million tonnes of oil equivalent (mtoe) in 2019 to 541 mtoe in 2040.

### **Opportunities and Challenges, Risks and Concerns**

The Government of India has projected that the overall demand for coal would far exceed the domestic supply in the current financial year. The development assumes significance in the wake of certain parts of the country grappling with power outages in the wake of coal shortage, which has compelled companies to import dry fuel for the first time in seven years to meet the demand of power plants. With the demand for coal expected to rise in future, Company expects to tap the demand, leading to potential growth opportunities.

Growing infrastructure like roads and highways, railways, aviation, shipping, energy, power or oil & gas will boost the demand for specialized steel and the Company also expects to revive the operations as the demand for sponge iron products seems better in the future with economic and Industrial growth.

### **Product-wise performance**

During the year under review, the Company generated revenue through trading of iron and coal. The company has leased its Sponge Iron Plant to MTC Business Pvt. Ltd and source of income from the said lease has been accounted for.

### **Outlook**

In the recent years, the demand for Sponge Iron is sluggish. The factors like COVID-19 pandemic, slowdown in infrastructure and constructions, fluctuating volatile raw materials prices, regional demand & supply imbalances, and INR Value against global currencies have impacted significantly the Indian steel industry. Cheap import of steels products from neighbouring countries may result in the lowering prices and making the market highly competitive.

The management has initiated steps to revive the company with various other business opportunities with positive economic outlook and improvement in industrial growth in forthcoming years.

### **Internal Control Systems**

Internal control systems continued to function as effectively as in the past. Top management and the Board of Directors and the Committees thereof continue to be actively involved in ensuring that all controls work as intended.

**Financial and Operations Performance**

The Company's revenue from operations for the year under review is Rs. 24,00,000 during the period 2021-22 and 2020-21 signifying an increase of 0%. The increase in revenue during the year under review is attributed to the increase in the Investment activities. The operating profit has also seen a significant jump during the year under review.

The Company has identified the following as Key Financial Ratios:-

Particulars	Unit of Measurement	March 31, 2022	March 31, 2021	Variation in %
Current Ratio	In multiple	19.96	0.72	19.24
Debt-Equity Ratio	In multiple	1.66	-	1.66
Return on Equity Ratio	In %	3.15	(3.44)	6.58
Net Profit Ratio	In %	72.88	(3,331.19)	3,404.07
Return on Capital Employed	In %	84.71	(687.45)	772.16
Return on Investment (Assets)	In %	60.09	(72.60)	132.69

The Company does not have any debt/ borrowings, hence disclosure of Debt-Equity Ratio is not applicable.

Ratios where there has been a significant change from FY 2020-21 to FY 2021-22 are explained below :-

1. Efficient collection practices has resulted in the higher Debtors Turnover Ratio.
2. Increased operating margin and net profit margin is owing to the increase in the operating revenue.
3. Higher current ratio is indicative of the Company's abilities to meet its short-term obligations.
4. Increase in profit has resulted in the higher Return on Net Worth.

**Human Resource Development**

There have been no material developments in the Human Resource.

**INDEPENDENT AUDITORS' REPORT**

To

The Members of Gita Renewable Energy Limited

**Report on the audit of the Ind As financial statements****Opinion**

We have audited the accompanying Ind As financial statements of Gita Renewable Energy Limited ("the Company"), which comprise the balance sheet as at March 31, 2022, and the Statement of Profit and Loss including statement of other comprehensive income, statement of cash flows and the statement of changes in equity for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind As financial statements give the information required by the Companies Act, 2013 ('Act') in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, its profit (or Loss)\* including other Comprehensive income its cash flows and the changes in equity for the year ended on that date.

**Basis for opinion**

We conducted our audit in accordance with the standards on auditing specified under section 143 (10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Company in accordance with the code of ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the code of ethics.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Key audit matters**

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

In the current year under review, the company has sold Properties, Plant, Machinery, equipment and liabilities relating to waste heat recovery plant and coal based thermal plant to the related party except other Assets and Liabilities by way of slump sale as defined in Section 2 (42 C) of the Income Tax Act

1961 as going concern for a lump sum consideration. Remaining business of the Company is in the field of operation and maintenance of power generating units and others ancillary operations retained with the Company. There is no major adverse effect on the going concern of the Company. During the year the revenue of your Company is Rs.42,43,246/- as against Rs.50,89,600/-.

**Findings:**

Based on the agreement entered into by the company, the company has disposed off all the assets and liabilities relating to waste heat recovery mechanism plant and the related entries have been entered in the books of accounts.

**How it has been addressed in the Audit:**

The going concern assumption has been established by the company by confirming that total assets are more than the total liabilities. And additionally, the company is already in the operation and maintenance of solar power plants.

**Information other than the financial statements and auditors' report thereon**

The Company's board of directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report, Business Responsibility Report but does not include the Ind As financial statements and our auditor's report thereon.

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

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

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

**Management's responsibility for the financial statements**

The Company's board of directors are responsible for the matters stated in section 134 (5) of the Act with respect to the preparation of these Ind As financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity 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 read with the Companies (Indian Accounting Standard) Rules, 2015 as amended. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Ind As financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

The board of directors are also responsible for overseeing the Company's financial reporting process.

#### **Auditor's responsibilities for the audit of the Ind As financial statements**

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

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

- Identify and assess the risks of material misstatement of the Ind As 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 Ind As financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Ind As financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the Ind AS financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i)

planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Ind As financial statements.

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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the Ind As 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**

As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the 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.

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 the statement of comprehensive income, the cash flow statement and statement of changes in equity dealt with by this report are in agreement with the books of account;
- (d) In our opinion, the aforesaid Ind AS financial statements comply with the Indian accounting standards (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 as on March 31, 2022 taken on record by the board of directors, none of the directors is disqualified as on March 31, 2022 from being appointed as a director in terms of Section 164 (2) of the Act;
- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting;

- (g) In our opinion, the managerial remuneration for the year ended March 31, 2022 has been paid/provided by the company to its directors in accordance with the provisions of section 197 read with schedule V to the Act.
- (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us;
- a. The Company has disclosed the impact of pending litigations on its financial position in its financial statements;
  - b. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and
  - c. There were no accounts which were required to be transferred, to the Investor Education and Protection Fund by the Company
  - d. The management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts
    - i. The company has not advanced any funds to or in any other persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries other than those disclosed in the notes to accounts
    - ii. The company has not received any funds from any persons or entities, including foreign entities ("Funding Parties") with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries other than those disclosed in the notes to accounts
    - iii. Based on audit procedures carried out by us, that we have considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us believe that the representations under sub-clause (i) and (ii) contain any material misstatement
    - iv. The company has not declared or paid any dividend during the year.

**For S.K GULECHA & ASSOCIATES**  
Chartered Accountants  
Firm Registration No. 013340S

**(Sandeep Kumar Gulecha)**  
Membership No. 226263

UDIN No: 22226263AIOHTM2212

Place: Chennai

Date: 07.05.2022

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

(Referred to in paragraph 1 under 'Report on other legal and regulatory requirements' section of our report to the members of Gita Renewable Energy Limited of even date)

1.	In respect of the Company's fixed assets:	
	(a)	The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.
	(b)	The Company has a program of verification to cover all the items of Property, Plant and Equipment in a phased manner over a period of three years, which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. However, during the year under review no physical verification has been undertaken, since the company has sold Properties, Plant, Machinery, equipment and liabilities relating to waste heat recovery plant and coal based thermal plant to the related party except other Assets and Liabilities by way of slump sale as defined in Section 2 (42 C) of the Income Tax Act 1961 as going concern for a lump sum consideration.
	(c)	According to the information and explanations given to us, the records examined by us and based on the examination of the documents provided to us, since the assets are moved out from the company, the requirements for checking the conveyance deeds, title deeds and other related physical verification does not arise.
2.	The inventory (if any) has been physically verified by the management during the year at reasonable intervals. Based on the explanations, books and records made available, there no inventories available with the company. Accordingly, paragraph 3(ii) of the Order is not applicable.	
3.	According to information and explanation given to us, the company has not granted any loan, secured or unsecured to companies, firms, limited liability partnerships or other parties covered in the register required under section 189 of the Companies Act, 2013. Accordingly, paragraph 3 (iii) of the order is not applicable.	
4.	In our opinion and according to information and explanation given to us, in respect of loans, investments, guarantees and security, the Company has complied with the provisions of sections 185 and section 186 of the Companies Act, 2013 except applicability of interest on the loans and advances given. The company has not charged any interest on the advances given under the proviso of Section 186.	
5.	In our opinion and according to the information and explanations given to us, the company has not accepted any deposits and accordingly paragraph 3 (v) of the order is not applicable.	
6.	The Central Government of India has not prescribed the maintenance of cost records under sub-section (1) of section 148 of the Act for any of the activities of the company and accordingly paragraph 3 (vi) of the order is not applicable.	
7.	In respect of statutory dues:	
	(a)	According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including provident fund, employees' state insurance, income-tax,

		sales- tax, service tax, goods and service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues have been generally regularly deposited during the year by the company with the appropriate authorities.				
		According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, employees' state insurance, income-tax, sales- tax, service tax, goods and service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues were in arrears as at March 31, 2022 for a period of more than six months from the date they became payable				
	(b)	According to the information and explanations given to us and the records of the company examined by us, there are no dues of income-tax, sales- tax, service tax, goods and service tax, duty of customs, duty of excise and value added tax which have not been deposited on account of any dispute, except as per details below:				
		Statute	Nature of dues	Amount (Rs.in lakhs)	Period to which the amount relates	Forum where the dispute is pending
		NIL				
8	In our opinion and according to the information and explanations given to us, the company has not defaulted in repayment of dues to any financial institutions or banks or any government. or any debenture holders during the year. The Company does not have any dues to debenture holders during the year.					
9.	The term loans taken during the year have been applied for the purposes for which those are raised. The Company has not raised any money by way of initial public offer or further public offer (including debt instruments).					
10.	To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company or no material fraud on the Company by its officers or employees has been noticed or reported during the year.					
11.	According to the information and explanations given by the management, the managerial remuneration has been paid/provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V of the Companies Act, 2013					
12.	The Company is not a Nidhi Company and accordingly, paragraph 3 (xii) of the order is not applicable to the Company.					
13.	According to the information and explanations given to us and based on our examination of the records of the company, transactions with the related parties are in compliance with section 177 and 188 of the Act. Where applicable, the details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.					
14	According to the information and explanations given to us and based on our examination of the records of the company, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, paragraph 3(xiv) of the order is not applicable.					
15						

	According to the information and explanations given to us and based on our examination of the records of the company, the company has not entered into non-cash transactions with directors or persons connected with them. Accordingly, paragraph 3(xv) of the order is not applicable.
16	According to the information and explanations given to us and based on our examination of the records of the company, the company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.
17	On the basis of the financial ratios, aging and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, the auditor's knowledge of the Board of Directors and management plans, we are of the opinion that no material uncertainty exists as on the date of the audit report that company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date.
18	In our opinion and according to the information and explanations given to us, there are no transactions not recorded in the books of account that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961). Accordingly, paragraph 3 (viii) of the Order is not applicable.
19	There has been no resignation of the statutory auditors during the year. Accordingly, paragraph 3 (xviii) of the Order is not applicable.
20	In our opinion and according to the information and explanations given to us, the Company does not have investments in subsidiaries/ associates or joint venture companies. Accordingly, paragraph 3 (xxi) of the Order is not applicable.

**For S.K GULECHA & ASSOCIATES**  
Chartered Accountants  
Firm Registration No. 013340S

**(Sandeep Kumar Gulecha)**  
Membership No. 226263  
UDIN No: 22226263AIOHTM2212  
Place: Chennai  
Date: 07.05.2022

**Annexure “B” to the Independent Auditor’s Report**

(Referred to in paragraph 2 (f) under ‘Report on other legal and regulatory requirements’ section of our report to the Members of Gita Renewable Energy Limited of even date)

**Report on the internal financial controls over financial reporting under clause (i) of sub - section 3 of section 143 of the Companies Act, 2013 (“the Act”)**

We have audited the internal financial controls over financial reporting of Gita Renewable Energy Limited (“the Company”) as at March 31, 2022, in conjunction with our audit of the financial statements of the Company for the year ended on that date.

**Management’s responsibility for internal financial controls**

The board of directors of the Company is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, 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 internal financial controls over financial reporting of the Company based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) issued by the Institute of Chartered Accountants of India and the standards on auditing prescribed under Section 143 (10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those standards and the guidance note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting 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 auditor’s judgement, including the assessment of the risks of material misstatement in 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 control 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 (i) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (ii) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (iii) 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.

**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 of 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 and according to the information and explanations given to us, the Company has, in all material respects, an adequate internal financial control system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2022, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

**For S.K GULECHA & ASSOCIATES**  
Chartered Accountants  
Firm Registration No. 013340S

**(Sandeep Kumar Gulecha)**  
Membership No. 226263  
UDIN No: 22226263AIOHTM2212  
Place: Chennai  
Date: 07.05.2022

**GITA RENEWABLE ENERGY LIMITED****Balance Sheet as at 31 March, 2022**

Particulars	Note No.	As at 31 March, 2022	As at 31 March, 2021
<b>(1) ASSETS</b>			
<b>Non-current assets</b>			
Property, Plant and Equipment		-	-
Financial Assets			
(i) Investments	3	28,90,57,384	5,12,54,944
(ii) Loans	4	60,00,000	8,20,22,359
Other non-current assets		-	-
-		<b>29,50,57,384</b>	<b>13,32,77,303</b>
<b>(2) Current assets</b>			
Inventories		-	-
Financial Assets			
(i) Trade receivables	5	6,01,23,010	18,91,19,722
(ii) Cash and cash equivalents	6	4,44,29,846	6,64,88,103
(iii) Loans and Advances		-	-
Other current assets	7	3,10,71,464	5,10,149
		<b>13,56,24,319</b>	<b>25,61,17,974</b>
<b>Total Assets</b>		<b>43,06,81,703</b>	<b>38,93,95,277</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Equity Share capital	8	4,11,22,960	4,11,22,960
Other Equity			
Retained Earnings	8.1	1,77,85,722	(60,19,396)
Revaluation Reserve		10,05,79,036	
		<b>15,94,87,718</b>	<b>3,51,03,564</b>
<b>LIABILITIES</b>			
<b>Non-current liabilities</b>			
Financial Liabilities			
(i) Borrowings		26,44,00,000	-
(ii) Other financial liabilities (to be specified)		-	
Other non-current liabilities		<b>26,44,00,000</b>	
<b>Current liabilities</b>			
Financial Liabilities			
(i) Borrowings		-	-
(ii) Trade payables	9	67,56,985	42,81,539

(iii) Other financial liabilities		-	-
Other current liabilities	10	37,000	35,00,10,175
Provisions		-	-
Current Tax Liabilities (Net)		-	-
		<b>67,93,985</b>	<b>35,42,91,714</b>
<b>Total Equity and Liabilities</b>		<b>43,06,81,703</b>	<b>38,93,95,277</b>
	2		
Significant Accounting Policies			
Additional Information to financial statements	12.1		
<b>Accompanying notes are an integral part of the Financial Statements</b>			
As Per our report of Even Dated		<b>For Gita Renewable Energy Limited</b>	
<b>For S.K. Gulecha &amp; Associates</b>			
<b>Chartered Accountants</b>			
<b>Firm Registration.No.013340S</b>			
		<b>R Natarajan</b>	<b>Saraswathi</b>
		<b>Managing Director</b>	<b>Director</b>
		DIN : 00595027	DIN: 07140959
<b>Sandeep Kumar Gulecha</b>		<b>V.Kumar</b>	<b>Anadish Srivastava</b>
<b>(Membership.No: 226263)</b>		<b>Chief Fin.Officer</b>	<b>Company Secretary</b>
Place: Chennai			<b>(ACS-57126)</b>
UDIN No: 2226263AIOHTM2212			
Date: 07.05.2022			

**GITA RENEWABLE ENERGY LIMITED****Statement of Profit and Loss for the year ended 31 March, 2022**

Particulars		Note No.	For the year ended 31 March, 2022	For the year ended 31 March, 2021
<b>1</b>	Revenue from operations (gross)	11	24,00,000	24,00,000
	Less: Excise duty		-	-
	Revenue from operations (net)		24,00,000	24,00,000
<b>2</b>	Other income		3,02,64,950	18,43,246
<b>3</b>	<b>Total revenue</b>		3,26,64,950	42,43,246
<b>4</b>	<b>Expenses</b>			
	(a) Cost of materials consumed		-	-
	(b) Purchases of stock-in-trade		-	-
	(c) Changes in inventories of F.G, W.I.P and stock-in-trade		-	-
	(d) Employee benefits expense		18,88,836	12,10,195
	(e) Finance costs		2,662	-
	(f) Depreciation and amortisation expense		-	-
	(g) Other expenses	12	69,68,333	14,43,83,833
	<b>Total expenses</b>		88,59,831	14,55,94,028
<b>5</b>	<b>Profit before exceptional and tax</b>		2,38,05,119	(14,13,50,782)
<b>6</b>	Exceptional items		-	-
<b>7</b>	<b>Profit / (Loss) before tax</b>		2,38,05,119	(14,13,50,782)
<b>8</b>	<b>Tax expense:</b>			
	(a) Tax expense for current year		-	-
	(b) Deferred Tax		-	-
			-	-
	<b>Profit (Loss) for the period from continuing operations</b>		<b>2,38,05,119</b>	<b>(14,13,50,782)</b>
	<b>Discontinuing Operations</b>			
	Profit/(loss) from discontinued operations		-	-
	Tax expense of discontinued operations		-	-
	<b>Profit/(loss) from Discontinued operations (after tax) (X-XI)</b>		-	-
	<b>Profit/(loss) for the period (IX+XII)</b>		<b>2,38,05,119</b>	<b>(14,13,50,782)</b>
	<b>Other Comprehensive Income</b>			
	A Re measurement of defined benefit plans		-	-
	Income tax effect		-	-
			-	-
	B Measurement of financial assets through OCI		10,55,98,618	-
	Income tax effect		-	-
			<b>10,55,98,618</b>	-
	<b>Total Comprehensive Income for the period (Comprising Profit (Loss) and Other Comprehensive Income for the period)</b>		<b>12,94,03,737</b>	<b>(14,13,50,782)</b>
	Earnings per equity share (for continuing operation):			

(1) Basic		31.468	(34.37)
(2) Diluted		31.47	(34.37)
Earnings per equity share (for discontinued operation):			
(1) Basic			
(2) Diluted			
Earnings per equity share(for discontinued & continuing operations)			
(1) Basic		31.47	(34.37)
(2) Diluted		31.47	(34.37)

2

Significant Accounting Policies

Additional Information to financial statements

12.1

**Accompanying notes are an integral part of the Financial Statements**

As Per our report of Even Dated

For Gita Renewable Energy Limited

For S.K. Gulecha &amp; Associates

Chartered Accountants

Firm Registration.No.013340S

**RNatarajan**  
**Managing Director**  
DIN : 00595027

**Saraswathi**  
**Director**  
DIN: 07140959

**Sandeep Kumar Gulecha**  
**(Membership.No: 226263)**

Place: Chennai

UDIN No: 22226263AIOHTM2212

Date: 07.05.2022

**V.Kumar**  
**Chief Financial Officer**

**Anadish Srivastava**  
**Company Secretary**  
**(ACS-57126)**

**GITA RENEWABLE ENERGY LIMITED**  
**CASH FLOW STATEMENT FOR THE YEAR ENDED 31st**  
**MARCH 2022**

Particular	Year Ended 31-03-2022 (Amount in Rs.)	Year Ended 31-03-2021 (Amount in Rs.)	Year Ended 31-03-2021 (Amount in Rs.)
<b>A.CASH FLOW FROM OPERATING ACTIVITIES:</b>			
Net Profit before Tax And Extradinary Items		2,38,05,119	
<b>Add:</b>			
Provision	-	(65,000)	
Profit on the sale of Investments	(1,76,99,182)	(1,76,99,182)	12,96,26,941
			12,95,61,941
<b>Operating Profitbefore Working Capital Changes</b>		61,05,936	(1,17,88,841)
Adjustments for movement in Working Capital:			
(Increase)/Decrease in Trade Receivable	12,89,96,712		(18,53,87,569)
Trade Payables	24,75,446		(3,25,42,291)
Short Term Loans & Advances	-		-
Other Current Assets	(3,05,61,315)		19,168
Other Current Liabilities	(34,99,73,175)		(1,06,045)
Short Term Provisions (Tax)	-	(24,90,62,332)	-
		(24,29,56,395)	(21,80,16,737)
			(22,98,05,578)
Less: Direct Taxes Paid		-	-
<b>Net Cash Flow Operating activities (A)</b>		(24,29,56,395)	(22,98,05,578)
<b>B.CASH FLOW FROM INVESTING ACTIVITIES:</b>			
Sale of Fixed Assets	-		5,65,35,931
Investments	(11,95,24,220)		(3,32,72,522)
Long Term loans & advance (Assets)	7,60,22,359		25,82,16,038
Net Cash Flow Investing activities (B)		(4,35,01,861)	28,14,79,447
<b>C.CASH FLOW FROM FINANCING ACTIVITIES:</b>			
Long Term borrowings	26,44,00,000		-
Interest Paid	-		-
<b>Net Cash Flow From Financing activities ( C )</b>		26,44,00,000	-
<b>Net Increase in cash Equivalents (A)+(B)+( C )</b>		(2,20,58,257)	5,16,73,869
Cash & Cash Equivalents (Opening Balance)	6,64,88,103		1,48,14,235
Cash & Cash Equivalents (Closing	4,44,29,846		

Balance)			6,64,88,103	
Net Increase/ (Decrease ) in Cash & Cash Equivalents		(2,20,58,257)		5,16,73,869
As Per our report of Even Dated		For Gita Renewable Energy Limited		
For S.K. Gulecha & Associates Chartered Accountants Firm Registration.No.013340S				
		R Natarajan Managing Director DIN : 00595027	Saraswathi Director DIN: 07140959	
Sandeep Kumar Gulecha (Membership.No: 226263) Place: Chennai UDIN No: 22226263AIOHTM2212 Date: 07.05.2022		V.Kumar Chief Fin. Officer	Anadish Srivastava Company Secretary (ACS-57126)	

## STATEMENT OF CHANGES IN EQUITY

GITA RENEWABLE ENERGY  
LIMITED

Statement of Changes in Equity for the period ended March 31st, 2022

(in Rupees)

## A. Equity Share Capital

Balance at the beginning of the reporting period	Changes in equity share capital during the year	Balance at the end of the reporting period
4,11,22,960	-	4,11,22,960

## B. Other Equity 31.03.2022

	Reserves and Surplus		Total
	General Reserve	Retained Earnings	
Balance at the beginning of the reporting period	21,32,79,391.00	(21,92,98,787.48)	(60,19,396.48)
Changes in accounting policy or prior period errors	-	-	-
Restated balance at the beginning of the reporting period	21,32,79,391.00	(21,92,98,787.48)	(60,19,396.48)
Total Comprehensive Income for the year	-	-	-
Dividends	-	-	-
Transfer to retained earnings	-	2,38,05,118.68	2,38,05,118.68
Any other change (to be specified)	-	-	-
<b>Balance at the end of the reporting period</b>	<b>21,32,79,391.00</b>	<b>(19,54,93,668.80)</b>	<b>1,77,85,722.20</b>

## B. Other Equity 31.03.2021

	Reserves and Surplus		Total
	General Reserve	Retained Earnings	
Balance at the beginning of the reporting period	21,32,79,391.00	(7,79,48,005.00)	13,53,31,386.00
Changes in accounting policy or prior period errors	-	-	-
Restated balance at the beginning of the reporting period	21,32,79,391.00	(7,79,48,005.00)	13,53,31,386.00
Total Comprehensive Income for the year	-	-	-
Dividends	-	-	-
Transfer to retained earnings	-	(14,13,50,782.48)	(14,13,50,782.48)
Any other change (to be specified)	-	-	-
<b>Balance at the end of the reporting period</b>	<b>21,32,79,391.00</b>	<b>(21,92,98,787.48)</b>	<b>(60,19,396.48)</b>

**GITA RENEWABLE ENERGY LIMITED**  
**Notes forming part of the financial statements**

**Note 8 Share capital**

Particulars	As at 31 March, 2022		As at 31 March, 2021	
	Number of shares	Amount (Rs.)	Number of shares	Amount (Rs.)
(a) Authorised 4250000 Equity shares of Rs.10 each				
- Opening Balance	42,50,000	4,25,00,000	42,50,000	4,25,00,000
- Increase during the Year	-	-	-	-
- Closing Balance	42,50,000	4,25,00,000	42,50,000	4,25,00,000
(b) Issued, Subscribed and Fully paid-up Movement in the Equity Shares				
Opening Balance	41,12,296	4,11,22,960	41,12,296	4,11,22,960
Add: Issued during the year	-	-	-	-
Less: Cancelled during the year	-	-	-	-
Closing Balance	41,12,296	4,11,22,960	41,12,296	4,11,22,960
(c) Share Application Money	-	-	-	-
<b>TOTAL</b>		<b>4,11,22,960</b>		<b>4,11,22,960</b>

**Notes:**

**(a) Movement of shares**

Authorised Capital, Issued, Subscribed and fully paid up capital:

There is no movement of shares outstanding at the beginning and at the end of the reporting period

**(b) Terms / rights attached to equity shares**

The company has only one class of equity shares having a par value of Rs 10/- per share. Each holder of equity share is entitled to one vote per share

The details of Share Holders holding more than 5% of shares in the Company are given below

Name of the shareholders	As at 31 March, 2022		As at 31 March, 2021	
	% of shareholding	No of Shares	% of shareholding	No of Shares
Kanishk Steel Industries Limited	19	7,81,399	19	7,81,399
Chennai Material Recycling & Trading Co	8.65	3,55,654	8.65	3,55,654
Radiant Solutions Private Limited	6.95	2,85,714	6.95	2,85,714
Avantika Gupta	8.94	3,67,525	8.94	3,67,525
Sudha Gupta	5.78	2,37,742	5.78	2,37,742
Arvind Gupta	5.89	2,42,009	5.89	2,42,009

**Note. No 8.1 Other Equity**

Particulars	As at 31 March, 2022	As at 31 March, 2021
(i) General Reserves	21,32,79,391	21,32,79,391
(ii) Retained earnings	(19,54,93,669)	(21,92,98,787)
<b>Total</b>	<b>1,77,85,722</b>	<b>(60,19,396)</b>

## Shareholding of Promoters

Shares held by promoters at the end of the year			% Change during the year
Promoter Name	No. of shares	% of total shares	
1. Sudha Gupta	237742	5.23	-
2. Arvind Gupta	242009	3.67	-
3. Vandana Gupta	57536	1.54	-
4. Alok Gupta	17068	0.55	-
5. Ravi Kumar Gupta	11542	0.28	-
6. Arvind Kumar Gupta	714		-
<b>Total</b>	<b>566611</b>	<b>11.27</b>	-

**GITA RENEWABLE ENERGY LIMITED****Notes forming part of the financial statements****Note 3 Non Current Investment**

Particulars	As at 31 March, 2022	As at 31 March, 2021
Trade Investment (Stated at Cost)		
Investment in South Indian Bonds, Fully Paid Up	1,00,00,000	63,55,418
Apollo polyvinyl Private Limited	-	38,65,375
773075 equity shares @ Rs 5/- per share		
Nippon India Mutual Fund	-	1,45,04,495
Trade Investment (Stated at Cost)		
Investment in unquoted Equity Shares, Fully Paid Up		
38,745 Equity Shares of Rs.81/- each of GOOD FAITH VINIMAY PVT. LTD	-	20,00,000
Canara Bank ( 100000 equity share at Rs.154.63/ share)	2,27,60,000	-
CG Consumer Electricals Limited ( 2000 equity share at Rs.434.12 per unit )	7,47,800	-
CG Power (300000 equity shares at Rs.50.236 per unit )	5,67,75,000	-
GAEL Equity Shares ( 10000 equity share at Rs. 184.51 / share)	19,53,000	-
Globus Spirits ( 7000 equity shares at Rs. 1453.86/ share )	1,07,10,700	-
HCL Technologies ( 4400 equity shares at Rs.1326.02 / Share )	51,18,740	-
HFCL Limited ( 500000 equity share at Rs.92.61 / share )	3,93,50,000	-
Larsen Tuburo Infotech Limied ( 1000 equity share at Rs.5978.09 / Share )	61,57,000	-
Mahindra Holidays & Resorts India Limited ( 4500 equity shares at Rs.190.86 / share )	10,34,550	-
Manaksia Coated Metals & Industries Limited -Eq.Sha ( 2205022 equity share at Rs.4.2896 / share )	5,73,30,572	2,45,29,656
Mastek Equity Share ( 1500 equity share at Rs. 2786.82 / share )	49,78,275	-
NIIT LTD (5000 equity share at Rs.482.94 / share)	31,10,000	-
NLC India (210000 equity share at Rs.74.804 / share)	1,31,35,500	-
Parsvnath Developers (100000 equity share at Rs.21.984 / share)	15,10,000	-
Polycab India Limited (1000 equity share at Rs.2502.41 / share)	23,65,150	

Powr Grid Infra Inv.Trust (129800 equity share at Rs. 100 / share)	1,74,42,524	-
Sonata Software ( 1000 equity share at Rs. 879.02 / share )	7,40,000	-
Stovekraft ( 1000 equity share at Rs. 981.35 / share )	6,13,000	-
Tata Elxsi Equity Share ( 100 equity share at Rs.6870.55 / share )	8,84,025	-
TATA Motors Limited ( 25000 equity share at Rs. 318.52 /share )	1,08,37,500	-
Tech Mahindra Limited ( 500 equity share at Rs.1816.13 / share )	7,49,650	-
Vedanta Limited ( 50000 equity shares at Rs.297.76 / share )	2,01,72,500	-
Zensar Tech ( 1500 equity share at Rs.526.58 / share )	5,51,250	-
Nippon Life India ETF Liquid Bees	30,648	-
<b>Total</b>	<b>28,90,57,384</b>	<b>5,12,54,944</b>

**Note 4 Long-term loans and advances**

Particulars	As at 31 March, 2022	As at 31 March, 2021
(a) Loans & Advances Unsecured, Considered Good	60,00,000	8,20,22,359
<b>Total</b>	<b>60,00,000</b>	<b>8,20,22,359</b>

**Note 5 Trade receivables**

Particulars	As at 31 March, 2022	As at 31 March, 2021
Undisputed Trade receivables		
Unsecured, considered good		
- Less Than 6 months	-	-
- 6 months to 1 years	2,32,000	10,97,98,562.00
- 1 year to 2 years		15,91,462.00
- 2 year to 3 years		
- More Than 3 years	5,98,91,010	7,77,29,698.00
Undisputed Trade receivables considered doubtful	-	-
<b>Total</b>	<b>6,01,23,010</b>	<b>18,91,19,722</b>

**Note 6 Cash and cash equivalents**

Particulars		As at 31 March, 2022	As at 31 March, 2021
(a) Cash on hand		1,09,832	2,13,928
(b) Balances with banks			
(i) In current accounts		4,43,20,014	6,62,74,175
(ii) In Deposit accounts			
<b>Total</b>		<b>4,44,29,846</b>	<b>6,64,88,103</b>
Of the above, the balances that meet the definition			
of Cash and cash equivalents as per AS 3 C.F.S		4,44,29,846	6,64,88,103

**Note 7 Other Current Assets**

Particulars		As at 31 March, 2022	As at 31 March, 2021
(a) Balance with Revenue Authorities		5,78,890	2,06,184
(b) Other Receivables		3,04,36,538	
(c) Others		56,037	3,03,965
<b>Total</b>		<b>3,10,71,464</b>	<b>5,10,149</b>

**Note 9 Trade Payables**

Particulars		As at 31 March, 2022	As at 31 March, 2021
Trade Payables w.r. to MSME			
	- Less Than 1 year	-	1,78,000
	- 1 to 2 years	1,25,000	-
	- 2 to 3 years	-	-
	- More Than 3 years	-	-
Trade Payables w.r. to Others			
	- Less Than 1 year	26,31,985	41,03,539
	- 1 to 2 years	40,00,000	-
	- 2 to 3 years	-	-
	- More Than 3 years	-	-
<b>Total</b>		<b>67,56,985</b>	<b>42,81,539</b>

**Note 10 Other current liabilities**

Particulars		As at 31 March, 2022	As at 31 March, 2021
(a) Other payables			
(i) Advances for sale of Assets		-	35,00,00,000
(ii) Payable to Auditors		-	10,175
(iii) Outstanding Expenses		37,000	-
<b>Total</b>		<b>37,000</b>	<b>35,00,10,175</b>

**Note 11 Revenue from Operations**

	Particulars	As at 31 March, 2022	As at 31 March, 2021
(a)	O & M Fees Received	24,00,000	24,00,000
	<b>Total</b>	<b>24,00,000</b>	<b>24,00,000</b>

**Note 12 Other expenses**

Particulars		As at 31 March, 2022	As at 31 March, 2021
Advertisement Expenses		34,492	60,472
Directors Sitting Fees		29,500	60,000
Filing Fees		26,206	24,590
Audit Fees		45,000	45,000
Tax Audit Fees		20,000	20,000
Other Services		15,000	15,000
Liabilities No Longer Required Written Back-Expense		40,59,000	1,21,98,605
Listing Fees		3,76,420	6,70,240
Loss on Transfer Asset		-	12,96,26,941
Conveyance Expenses		32,653	39,437
Income Tax Paid (A.Y.2016-2017)		-	37,270
Professional & Legal Expenses		3,05,939	3,57,653
Rent paid		44,500	70,500
Module Cleaning		1,20,600	-

Rates & Taxes	29,199	30,900
Rebates and Discount	47,263	-
Repairs & maintenance	1,13,115	65,238
General expenses	2,42,814	1,02,152
Guest House Expenses	60,600	48,860
Web Designing Charges	11,000	10,000
Security Charges	4,94,547	5,31,562
Security Transaction Tax	5,49,263	-
Site Expenses	1,21,523	1,44,294
Solar O&M Expenses	1,89,700	2,25,119
<b>Total</b>	<b>69,68,333</b>	<b>14,43,83,833</b>

**GITA RENEWABLE ENERGY LIMITED****Note 1:**

Notes attached to and forming part of the Balance Sheet as at 31-3-2022 and the Profit and Loss account for the year ended on that date:

**1. Corporate Information:**

Gita Renewable Energy Limited (the company) incorporated under the Companies Act, 1956, in the year 2010, is engaged primarily in generation and distribution of power and at present engaged in operation and maintenance of solar power plant for 2 MW solar plant located at Harhanpalli which has been developed by Brics Renewable Energy Pvt.Ltd. The company's shares are listed on the Bombay Stock Exchange Limited and the shares are traded regularly.

**2. Significant Accounting Policies:****2.1 Basis of Preparation**

The financial statements of the company have been prepared in accordance with Indian accounting standards (Ind AS) as notified under Section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time) and presentation requirements of Division II of Schedule III to the Companies Act, 2013 and amended in March 21 which has been made applicable from 01-04-21

**2.2 Use of Estimates**

The preparation of the financial statements in conformity with IND AS requires the Management to make estimates and assumptions that affect the reported balances of assets and liabilities and disclosures relating to contingent liabilities as at the date of the financial statements and reported amounts of income and expenses during the period. The Company believes that the estimates used in the preparation of the financial statements as prudent and reasonable. Accounting estimates could change from period to period. Actual results could differ from those estimates.

**2.3 Revenue Recognition:**

- i) Revenue is recognized to the extent that is probable that the economic benefits will flow to the company and the revenue can be reliably measured.
- ii) Sale of products is recognized when the significant risk and reward of ownership of the goods have been passed to the buyer. Revenue is measured at fair value of the consideration received or receivable, after deduction of any taxes or duties collected on behalf of the government which are levied on sales such as VAT, GST, etc.

iii) Dividend income, if any, is recognized when the company's right to receive dividend is established by the reporting date.

iv) Interest income from financial assets is recognized at the effective interest rate applicable on initial recognition.

v) Scrap sales is recognized at the fair value of consideration received or receivable upon transfer of significant risk and rewards. It comprises of invoice value of goods and after deducting applicable taxes on sale.

#### 2.4 Depreciation:

Depreciation on Tangible assets is provided on the straight-line method over the useful lives of assets as per the rates specified under Schedule II of the Companies Act, 2013 on pro-rata basis.

#### 2.5 Property, Plant and Equipment (PPE) :

i) Property, Plant and Equipment are stated at cost of acquisition net of accumulated depreciation/amortization and impairment losses if any, except free hold land which is carried at cost less impairment losses if any. The cost comprises purchase prices, borrowing cost if capitalization criteria are met and directly attributable cost of bringing the asset to its working condition for the intended use.

ii) The Company identifies the significant parts of plant and equipment separately which are required to be replaced at intervals. Such parts are depreciated separately based on their specific useful lives. The cost of replacement of significant parts are capitalized and the carrying amount of replaced parts are de-recognized. When each major inception/ overhauling is performed, its cost is recognized in the carrying amount of the item of property, plant and equipment as a replacement if the recognition criteria are satisfied. Any remaining carrying amount of the cost of the previous inspection/ overhauling (as distinct from physical parts) is de- recognized.

iii) Other expenses on fixed assets, including day-to-day repair and maintenance expenditure and cost of replacing parts that does not meet the capitalization criteria in accordance with IND AS 16 are charged to the Statement of Profit and Loss for the period during which such expenses are incurred.

iv) PPEs are eliminated from the financial statements on disposal or when no further benefit is expected from its use or disposal. Gains or losses arising from disposal of plant, property and equipment are measured as the difference between the net disposal proceeds and the carrying amount of such assets are recognized in the statement of profit and loss. As such there

is no carrying value of Property, Plant and Equipment as on date of the financial statements.

#### **2.6 Impairment of Non – Financial Assets:**

- i) The carrying values of non-financial assets are reviewed for impairment at each Balance Sheet date, if there is any indication of impairment based on internal and external factors.
- ii) Non-financial assets are treated as impaired when the carrying amount of such asset exceeds its recoverable value. After recognition of impairment loss, the depreciation /amortization for the said assets is provided for remaining useful life based on the revised carrying amount, less its residual value if any, on straight line basis.
- iii) An impairment loss is charged to the Statement of Profit and Loss in the year in which an asset is identified as impaired.
- iv) An impairment loss is reversed when there is an indication that the impairment loss may no longer exist or may have decreased.

#### **2.7 Foreign Exchange Transactions:**

Foreign Currency Transactions are translated into the functional currency using exchange rates at the date of the transaction. Foreign exchange gains and losses from settlement of these transactions and from translation of monetary assets and liabilities at the reporting date exchange rates are recognized in the statement of Profit and Loss. Non- monetary items which are carried at historical cost denominated in foreign currency are reported using the exchange rates at the time of transaction.

During the year, the company has not entered into any foreign exchange contract under review.

#### **2.8 Borrowing Cost:**

All borrowing costs are charged to revenue except to the extent they are attributable to qualifying assets, which are capitalized. During the year under review, there was no borrowing attributable to qualifying assets and hence no borrowing cost was capitalized.

#### **2.9 Segment Accounting:**

The company is principally engaged in a single business segment viz., Operation and maintenance of solar power plants.

#### 2.10 Current versus non-current classification:

The Company presents assets and liabilities in the balance sheet based on current/ non-current classification.

An asset is treated as current when it is:

- Expected to be realized or intended to be sold or consumed in normal operating cycle;
- Held primarily for the purpose of trading;
- Expected to be realized within twelve months after the reporting period, or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period

All other assets are classified as non-current.

A liability is current when:

- It is expected to be settled in normal operating cycle;
- It is held primarily for the purpose of trading;
- It is due to be settled within twelve months after the reporting period, or
- There is no unconditional right to defer the settlement of the liability for at least twelve

Months after the reporting period.

All other liabilities are classified as non-current.

The operating cycle is the time between the acquisition of assets for processing and their realization in cash and cash equivalents. The Company has evaluated and considered its operating cycle as 12 months.

Deferred tax assets/ liabilities are classified as non-current assets/ liabilities.

#### 2.11 Taxes on Income:

- Provision for current tax is made in accordance with the Income Tax Act, 1961.
- In accordance with the IND AS 12, Deferred Tax Liability / Asset arising from timing differences between book and income tax profits is accounted for at the current rate of tax to the extent these differences are expected to crystallize in later years. However, Deferred Tax Assets are recognized only if there is a reasonable / virtual certainty of realization thereof.

#### 2.12 Provisions and Contingencies:

Provisions involving a substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent liabilities are not recognized but are disclosed in the accounts by way of a note.

Contingent assets are neither recognized nor disclosed in the financial statements contingencies are recorded when it is probable that a liability will be incurred and the amounts can reasonably be estimated.

Differences between the actual results and estimates are recognized in the year in which the results are known materialized.

#### 2.14 Financial Instruments:

A financial instrument is a contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity. Financial assets and financial liabilities are recognized when the Company becomes a party to the contractual provisions of the relevant instrument and are initially measured at fair value.

Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities at fair value through profit or loss are recognized immediately in profit or loss.

##### 5.13.1 Financial Asset

i) Financial assets comprise of investments in Equity, Trade Receivables, Cash and Cash Equivalents and Other Financial Assets.

ii) Depending on the business model (i.e) nature of transactions for managing those financial assets and its contractual cash flow characteristics, the financial assets are initially measured at fair value and subsequently measured and classified at:

- a) Amortized cost; or
- b) Fair value through Other Comprehensive Income (FVTOCI); or
- c) Fair value through Profit or Loss (FVTPL)
- d) Amortized cost represents carrying amount on initial recognition at fair value plus or minus transaction cost.

iii) The Company classifies its financial assets for measurement as below:-

Basis of Measurement	Financial Assets
Amortized Cost	Trade Receivables, Loan and advances given to employees and related parties, deposits and other advances recoverable in cash or kind.
FVTOCI	Investment in Equity instruments
FVTPL	Forward exchange contracts

iv) The company derecognises a financial asset when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another party.

On derecognition of a financial asset or part thereof, the difference between the carrying amount measured at the date of recognition and the consideration received including any new asset obtained less any new liability assumed shall be recognized in the statement of profit and Loss.

v) The company assesses at each balance sheet date whether the financial asset or group of financial assets is impaired. IND AS 109 requires expected credit losses to be measured through a loss allowance. The company recognizes lifetime expected losses for trade receivables that do not constitute a financing transaction. For all other financial assets, expected credit losses are measured at an amount equal to 12 month expected credit losses or at an amount equal to lifetime expected losses, if the credit risk on the financial asset has increased significantly since initial recognition.

#### **5.13.2 Financial Liability**

i) Financial liabilities comprise of Borrowings from Banks, Trade payables, Derivative financial instruments, financial guarantee obligation and other financial liabilities.

ii) The Company measures its financial liabilities as below:

<b>Basis of measurement</b>	<b>Financial Liability</b>
Amortised Cost	Borrowings, trade payables, interest accrued, unclaimed / disputed dividends, security deposits and other financial liabilities not for trading.
FVTPL	Foreign exchange forward contracts being derivative contracts do not qualify for hedge accounting under IND AS 109.

iii) Financial liabilities are derecognised when and only when it is extinguished (i.e) when the obligation specified in the contract is discharged or cancelled or expired.

iv) Upon de-recognition of its financial liabilities or part thereof, 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 recognized in the Statement of Profit and Loss.

#### **5.14 Fair value measurement**

i) Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

ii) The fair value of an asset or a liability is measured / disclosed using the assumptions that the market participants would use when pricing the asset or liability, assuming that the market participants act in the economic best interest.

iii) All assets and liabilities for which fair value is measured are disclosed in the financial statements are categorised within fair value hierarchy based on the lowest level input that is significant to the fair value measurement as a whole. The fair value hierarchy is described as below:

**Level 1:** Unadjusted quoted prices in active markets for identical assets or liabilities

**Level 2:** Valuation techniques for which the lowest level inputs that are significant to the fair value measurement are directly or indirectly observable.

**Level 3:** Valuation techniques for which the lowest level inputs that are significant to the fair value measurement are unobservable.

iv) For assets and liabilities that are recognised in the Balance sheet on a recurring basis, the company determines whether transfers have occurred between levels in the hierarchy by reassessing categorisation at the end of each reporting period (i.e) based on the lowest level input that is significant to the fair value measurement as a whole.

v) For the purpose of fair value disclosures, the company has determined the classes of assets and liabilities based on the nature, characteristics and risks of the assets or liabilities and the level of the fair value hierarchy as explained above.

vi) The basis for fair value determination for measurement and / or disclosure purposes is detailed below:

#### a. Investments in Equity

All equity investments in scope of Ind AS 109 are measured at fair value. Equity instruments, which are held for trading and contingent consideration recognised by an acquirer in a business combination to which Ind AS103 applies, are classified as at FVTPL. For all other equity instruments, the Company may make an irrevocable election to present in other comprehensive income subsequent changes in the fair value. The Company makes such election on an instrument-by-instrument basis. The classification is made on initial recognition and is irrevocable.

If the Company decides to classify an equity instrument as at FVTOCI, then all fair value changes on the instrument, excluding dividends, are recognized in the OCI. There is no recycling of the amounts from OCI to P&L, even on sale of investment. However, the Company may transfer the cumulative gain or loss within equity.

Equity instruments included within the FVTPL category are measured at fair value with all changes recognized in the P&L.

**b. Forward exchange contracts**

The fair value of forward exchange contracts is based on the quoted price if available; otherwise, it is estimated by discounting the difference between contractual forward price and current forward price for the residual maturity of the contract using government bond rates.

**c. Non-derivative financial liabilities**

The fair value of non-derivative financial liabilities viz, borrowings are determined for disclosure purposes calculated based on the present value of future principal and interest cash flows, discounted at the market rate of interest at the reporting date.

**12A. Additional Information to the Financial Statements**

- i) The business of the Company during the year under review is in the field of operation and maintenance of power generating units and others ancillary operations retained with the Company. There is no major adverse effect on the going concern of the Company. During the year the revenue of your Company is Rs.3,26,64,950/- as against Rs.42,43,246/- as against last year. Out of this, during the period under review ,the Income from revenue from Operations (O&M Services is Rs.24,00,000 and Income from Investment activity is Rs.2,62,26,850 and other Income is Rs.40,38,100.
- ii) Contingent liability not provided for:
  - (a) Counter Guarantees furnished to the bank Rs. Nil (Previous year Rs. Nil).
  - (b) Towards outstanding Letter of Credit Rs. Nil (Previous year Rs.Nil) on account of import of raw materials.
- iii) Estimated amount of contracts remaining to be executed on capital accounts and not provided for Rs. Nil (Previous year Rs. Nil).
- iv) Claims against the Company not acknowledged as Debt Rs. Nil. Contingent liabilities not provided for Rs. Nil.
- v) Employee / Retirement Benefits: No provision for Retirement Benefits / gratuity to employees has been made since there are no employees eligible for the same.
- vi) There are no dues to enterprises as defined under Micro, Small and Medium Enterprises Development Act, 2006, as at March 31, 2022 which is on the basis of such parties having been identified by the management and relied upon by the auditors.

- vii) As on the closing date, Company has circularized/sought confirmation of balance letters to/from sundry debtors and Loans and Advance paid to parties / sundry creditors. In the absence of negation, the balances appearing the books are taken as correct.
- viii) Value of Imported & Indigenous Raw Materials, Spare Parts Components consumed Rs. Nil (previous year Rs. Nil).
- ix) CIF Value of Imports: Rs. Nil
- x) Remittance in Foreign Currency towards Dividend – Rs. Nil.
- xi) Earnings in Foreign Currency Rs. Nil (Previous year Rs. Nil) Expenditure in Foreign Currency Rs. Nil (Previous year Rs. Nil)
- xii) **RELATED PARTY DISCLOSURES**  
Details of related parties including summary of transactions entered into by the Company during the year ended 31 March 2022 are summarized below:

<b><i>Names of related parties and description of relationship:</i></b>	
<i>Key management personnel</i>	<i>R.Natarajan</i>
<i>Other Related Parties</i>	<i>Chennai Ferrous Industries Limited (Common Directorship)</i>

Note: Related party relationship is as identified by the Company and relied upon by the Auditors.

**Related party transactions:**

<b>Name of the transacting party</b>	<b>Relationship</b>	<b>Nature of transactions</b>	<b>Amount</b>	<b>Amount Outstanding as on 31.3.2021</b>
Chennai Ferrous Ind.Ltd	Common Director	Funds Transfer	Rs 59,000	59,000

**xii) SEGMENT INFORMATION FOR THE YEAR ENDED 31<sup>st</sup> MARCH 2022.**

Business Segment:

- (a)The Company operates in Single Business Segment of 'Operation and maintenance of solar power plants'. Therefore, the Company is of the view

that the disclosure requirement of Accounting Standard INS AS - 108 issued by the Institute of Chartered Accountants of India is not applicable to the Company.

xiv)	<b>Earnings Per Share:</b>	<b>2021-22</b>	<b>2020-21</b>
a)	Weighted Average No. of Equity Shares of Rs.10/- each	41,12,296	41,12,296
b)	Net profit after tax available for equity shareholders (Rs.)	12,94,03,708	(14,13,50,783)
c)	Basic and diluted earning per share (Rs.)	31.47	(34.37)

**xiii) Key Financial Ratios:**

Particulars	Unit of Measurement	March 31, 2022	March 31, 2021	Variation in %
Current Ratio	In multiple	19.96	0.72	19.24
Debt-Equity Ratio	In multiple	1.66	-	1.66
Debt Service Coverage Ratio	In multiple	-	-	-
Return on Equity Ratio	In %	3.15	(3.44)	6.58
Inventory Turnover Ratio	In Days	-	-	-
Trade receivables Turnover Ratio	In Days	-	-	-
Trade payables Turnover Ratio	In Days	-	-	-
Net Capital Turnover Ratio	In Days	-	-	-
Net Profit Ratio	In %	72.88	(3,331.19)	3,404.07
Return on Capital Employed	In %	84.71	(687.45)	772.16
Return on Investment (Assets)	In %	60.09	(72.60)	132.69

**xiv) Previous year figures:**

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

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**As per our report of even date annexed  
For S.K GULECHA & ASSOCIATES  
Chartered Accountants  
FRN 013340S**

**R Natarajan  
Managing Director  
DIN- 00595027**

**Saraswathi  
Director  
DIN-07140959**

**SANDEEP KUMAR GULECHA  
(MNR: 226263)**

**V. Kumar  
Chief Financial Officer**

**Anadish Srivastava  
Company Secretary  
(ACS-57126)**

Place: Chennai  
Date: 07.05.2022  
UDIN No: 22226263AIOHTM2212