

29 June 2021

To

**The Manager – Corporate Compliance,  
National Stock Exchange of India Limited  
Exchange Plaza, Plot No: C1,  
G Block, Bandra Kurla Complex, Bandra ( East),  
Mumbai - 400051**

**Symbol: RKEC**

**OUTCOME OF THE BOARD MEETING HELD ON 29 JUNE 2021**

Dear Sir/ Madam,

This is to inform you that a meeting of Board of Directors was held today, from 11:00 A.M. to 5:00 P.M., i.e., Tuesday, 29 June 2021 at the Registered Office of the Company situated at D.No. 10-12/1, Rednam Alcazar, 3<sup>rd</sup> Floor, Opp SBI Main Branch, Rednam Gardens, Visakhapatnam – 530002. The Board of Directors of the Company has approved and adopted the following:

**1. Considered and approved Yearly Financial Results for the period ended at 31 Mar 2021:**

The Board of Directors considered and approved Financial Results for the Year ( 01 Apr 2020 to 31 Mar 2021) as per regulation 33(5) of Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulation, 2015.

**2. Appointment of Secretarial Auditor of the Company**

The Board of Directors approved appointment of M/s Mehta and Mehta, Practicing Company Secretary, Mumbai, (Membership No. FCS 9409 and CP No. 11226) as Secretarial Auditor of the Company for the Financial Year ending 31 Mar 2022.

Profile is enclosed.

**3. Appointment of Internal Auditor of the Company**

The Board of Directors approved appointment of M/s Kumar Vadisala & Associates , Chartered Accountants, Visakhapatnam as Internal Auditor of the Company for the Financial Year ending 31 Mar 2022.

Profile is enclosed.



**RKEC Projects Limited**

GST No. : 37AACCR9682A1Z8

Regd. Office : # 10-12-1, 3rd Floor, Rednam Alcazar, Rednam Gardens, Opp. SBI Main Branch, Visakhapatnam-530 002  
M: 0891-2574517 Tele Fax: 0891-2574703 Email: info@rkecprojects.com, Website: www.rkecprojects.com

#### 4. Appointment of Cost Auditor of the Company

The Board of Directors approved retention of M/s Uppalapati & Associates LLP, Cost & Management Accountants, Visakhapatnam, as Cost Auditor of the Company for the Financial Year ending 31 Mar 2022.

Profile is enclosed.

Please take the same on your records.

**On Behalf of the Board of Directors  
For RKEC Projects Limited**



**Deepika Rathi  
Company Secretary & Compliance Officer**

**RKEC Projects Limited**

GST No. : 37AACCR9682A1Z8

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## RKEC PROJECTS LIMITED



Registered office 10-12-1 ,3rd floor Rednam Alcazar , Redbam Gardens  
Oppsbi main branch, Visakhapatnam 530002.

**Standalone Statement of Assets and Liabilites as at 31-03-2021**

Particulars	Rs in lacs		
	31-03-2021	31-03-2020	01-04-2019
<b>ASSETS</b>			
<b>Non- Current Assets</b>			
a) Property, Plant and Equipment	5,472.31	3,294.73	1,918.08
b) Capital Work-in-Progress	4.87	2,253.29	997.18
c) Investment Property			
d) Goodwill			
e) Other Intangible Assets	1.10	2.68	1.98
f) Intangible Assets under Development			
e) Biological Assets other than Bearer Plants			
h) Financial Assets			
i) Investments	6.47	0.73	13.41
ii) Trade Receivables			
iii) Loans			
iv) Others (to be specified)			
i) Deferred tax Assets	149.58	130.92	97.63
j) Other Non- Current Assets			
	<b>5,634.34</b>	<b>5,682.35</b>	<b>3,028.29</b>
<b>Current Assets</b>			
a) Inventories	7,152.85	7,198.67	4,451.79
b) Financial Assets			
i) Investments			
ii) Trade Receivables	16,896.18	10,652.74	8,215.33
iii) Cash and cash equivalent	118.54	301.98	70.46
iv) Bank balances other than	3,625.73	4,141.39	3,234.46
v) Loans	106.80	1,699.76	1,698.96
vi) Others (to be specified)			
c) Current tax Assets (Net)			
d) Other Current Assets	2,363.92	2,568.00	2,724.21
	<b>30,264.04</b>	<b>26,562.54</b>	<b>20,395.21</b>
<b>Total Assets</b>	<b>35,899.38</b>	<b>32,244.89</b>	<b>23,423.50</b>

**RKEC Projects Limited**

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EQUITY AND LIABILITIES			
<b>Equity</b>			
a) Equity Share Capital	2,399.06	2,399.06	2,399.06
b) Other Equity	10,886.67	9,610.18	7,161.44
	<b>13,285.73</b>	<b>12,009.24</b>	<b>9,560.50</b>
<b>Liabilities</b>			
<b>Non- Current Liabilities</b>			
a) Financial Liabilities			
i) Borrowings	605.78	392.03	150.75
ii) Trade Payables			
iii) Other Financial Liabilities (other than those specified in item (b) above,			
b) Provisions	104.90	70.83	61.82
c) Deferred tax Liabilities (Net)			
d) Other Non- Current Liabilities			
	<b>710.68</b>	<b>462.86</b>	<b>212.57</b>
<b>Current Liabilities</b>			
a) Financial Liabilities			
i) Borrowings	10,100.48	6,145.03	4,664.42
ii) Trade Payables	6,656.38	9,380.33	7,506.96
iii) Other Financial Liabilities (other than those specified in item (C)			
b) Other Current Liabilities	344.69	419.85	141.76
c) Provisions	4,205.84	2,865.06	1,093.03
d) Current tax Liabilities (Net)	594.59	962.51	244.26
	<b>21,901.97</b>	<b>19,772.78</b>	<b>13,650.43</b>
<b>Total Equity and Liabilities</b>	<b>35,899.38</b>	<b>32,244.89</b>	<b>23,423.50</b>
	0.00	-0.00	0.00

In Terms of our report of even date annexed

for SARC & Associates  
Chartered Accountants  
FRN : 006085N

Chandra Sekhar Akula  
Partner  
Membership No. 206704  
UDIN: 21206704AAADT3486

Dt: 29-06-2021

Visakhapatnam : # 10-12-1, 3rd Floor, Rednam Alcazar, Rednam Gardens, Opp. SBP Main Branch, Visakhapatnam-530 002

M: 0891-2574517 Tele Fax: 0891-2574703 Email: info@rkecprojects.com, Website: www.rkecprojects.com

for and on behalf of board of directors of  
RKEC Projects Ltd



G. Radhakrishna  
Managing Director  
DIN: 00073080

R. Jaychandran

G. Parvathi Devi

G. Parvathi Devi  
Whole Time Director  
DIN: 00094961

Deepika Rathi

Deepika Rathi  
DIN No. : 37AACC9682A1Z8

**RKEC Projects Limited**



## RKEC Projects Limited

Registered office 10-12-1, 3rd floor Rednam Alcazar, Rednam Gardens oppsbi main branch, Visakhapatnam-530002

### Standalone Financial Results for the Quarter and Year ended 31st March 2021

Rs in Lacs

Sl. No.	Particulars	Audited	UnAudited	UnAudited	Audited	
		Quartered ended 31st March 2021	Quartered ended 31st Dec 2020	Quartered ended 31st March 2020	Year ended 31st March 2021	Year ended 31st March 2020
1	Revenue from Operations	8,558.57	5,305.85	11,865.60	20,231.30	29,793.41
2	Other Income	193.45	34.19	59.27	345.74	257.89
3	Total (1+2)	8,752.02	5,340.04	11,924.87	20,577.04	30,051.30
4	Expenses					
	a) Operating expenses	6,149.22	3,866.22	8,209.76	14,488.65	20,005.05
	b) Employee Benefit expenses	406.94	321.05	588.35	1,419.85	1,834.91
	c) Finance Costs	464.77	364.74	88.55	1,150.50	1,132.56
	d) Depreciation and amortisation expenses	31.42	31.42	225.90	398.80	414.46
	e) Other expenses	783.21	294.95	537.31	1,373.68	1,249.97
	Total exepeses (4)	7,835.56	4878.380089	9649.870273	18831.47902	24636.9525
5	Profit before exceptional items (3-4)	916.46	461.66	2,275.00	1,745.56	5,414.35
6	Exceptional Items		-	578.73	0	1,332.89
7	Profit before Tax (5-6)	916.46	461.66	1,696.27	1,745.56	4,081.46
8	Tax expenses					
	Current Tax	239.88	116.67	533.93	487.73	1,087.55
	Deferred Tax	-70.75	1.34	-24.04	-18.66	-32.29
9	Profit for the year (7-8)	747.32	343.65	1,186.38	1,276.49	3,026.21
10	Other Comprehensive Income	0	-	0	0	0
11	Total Comprehensive Income	747.32	343.65	1,186.38	1,276.49	3,026.21
12	Paid up Share capital (Face value of Rs. 10 each)	2,399	2,399	2,399	2,399	2,399
13	Paid up debt capital/ Outstanding debt	Nil	Nil	Nil	Nil	Nil
14	Earning per share					
	(1) Basic (In Rs.)	3.10	1.44	4.94	5.32	12.62
	(2) Diluted ( In Rs.)	3.10	1.44	4.94	5.32	12.62

In Terms of our report of even date annexed

for SARC & Associates  
Chartered Accountants  
FRN : 006085N

Chandra Sekhar Akula  
Partner

Membership No. 206704

UDIN: 21206704AAADT3486

Dt: 29-06-2021

Visakhapatnam

for and on behalf of board of directors of  
RKEC Projects Ltd

(G. Radhakrishna)  
Managing Director  
DIN: 00073080

R. Jaychandran  
CFO



G.P. Parvathi Devi  
G.P. Parvathi Devi  
Whole Time Director  
DIN: 00094961

Deepika Rathi  
Deepika Rathi

**RKEC Projects Limited**

GST No. : 37AACCR9682A1Z8

<b>RKEC PROJECTS LIMITED</b>		
STANDALONE CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03.2021		
Rs in Lacs		
Particulars	31-03-2021	31-03-2020
<b>Cash flow from Operating Activities</b>		
Profit before Tax	1,745.56	4,081.46
<b>Adjustments for</b>		
Depreciation	398.80	414.46
Loss/(Profit) from Joint Venture	7.02	-5.20
Loss/(Profit) on Sale of Fixed Assets	-0.36	-6.72
Interest Expense	1,150.50	1,132.56
Interest Income	-215.00	-243.69
<b>Operating Profit before Working Capital changes</b>	<b>3,086.52</b>	<b>5,372.88</b>
<b>Adjustments for</b>		
Increase/(Decrease) in Trade Payables	-2,723.95	1,873.38
Increase/(Decrease) in Long Term Provisions	34.07	9.01
Increase/(Decrease) in Short Term Provisions	-367.92	718.25
Increase/(Decrease) in Other Financial Liabilities	-75.16	278.09
Increase/(Decrease) in Other Current Liabilities	1,340.77	1,772.03
(Increase)/Decrease in Trade Receivables	-6,243.44	-2,437.41
(Increase)/Decrease in Inventories	45.82	-2,746.88
(Increase)/Decrease in Short Term Loans and Advances	1,592.95	-0.80
(Increase)/Decrease in Other Current Assets	204.08	156.21
(Increase)/Decrease in Deferred Tax Assets	-18.66	-33.29
<b>Cash (used) in/generated from Operations</b>	<b>-3,124.93</b>	<b>4,961.48</b>
Income Taxes paid	-469.07	-1,054.26
<b>Net Cash from Operating Activities</b>	<b>-3,594.00</b>	<b>3,907.22</b>
<b>Cash Flow from Investing Activities</b>		
Purchase of Fixed Assets, including Intangible Assets, CWIP and Capital Advances	-2,638.63	-1,793.92
CWIP	2,248.42	-1,256.11
Investment in Joint Venture	-5.74	12.68
Profit/(Loss) from Joint Venture	-7.02	5.20
Proceeds from Sale of Fixed Assets	64.19	8.83
Bank Balances not considered as Cash and Cash Equivalents		
Equivalents	436.40	-877.07
Interest Received	215.00	243.69
<b>Net Cash from Investing Activities</b>	<b>312.62</b>	<b>-3,656.69</b>
<b>Cash Flow from Financing Activities</b>		
Proceeds from (Repayment of) Long Term Borrowings	213.75	241.28
Proceeds from (Repayment of) Short Term Borrowings	3,955.46	1,480.60
Dividend (Interim) paid during the year (including Dividend Distribution Tax)		-578.46
Interest Paid	-1,150.50	-1,132.56
<b>Net Cash from Financing Activities</b>	<b>3,018.70</b>	<b>10.86</b>
<b>Net Increase/(Decrease) in Cash and Cash Equivalents</b>	<b>-262.69</b>	<b>261.38</b>
Cash and Cash Equivalents at the beginning of the year	302.70	41.31
<b>Cash and Cash Equivalents at the end of the year</b>	<b>40.01</b>	<b>302.70</b>

In Terms of our report of even date annexed

for SARC & Associates  
Chartered Accountants  
FRN : 006085M

Chandra Sekhar Akula  
Partner  
Membership No. 206704  
UDIN:

Dt: 29-06-2021  
Visakhapatnam



for and on behalf of board of directors of  
RKEC Projects Ltd

(G. Radhakrishna)  
Managing Director  
DIN: 00073080

R. Jaychandran  
CFO

G. Parvathi Devi

G. Parvathi Devi  
Whole Time Director  
DIN: 00094961

Deenika Bathi  
Company Secretary

**RKEC Projects Limited**

GST No. : 37AACCR9682A1Z8



Notes:

1 The above Audited Financial statements for the Year ended 31st MAR 2021 have been reviewed and recommended by the Audit committee at its meeting held on JUNE 29th, 2021. The Statutory Auditor has given their Audit report on the Audited Financial for the Year ended 31st March 2021 which reviewed by the audit committee and the board on 29th Jun 2021.

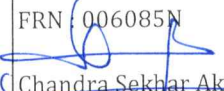
2 There is a common CODM assesses the internal reports of all the projects that the company is undertaking and accordingly the resource allocation and the key decisions are being handled. Also that there is a commonality involved in all the projects that the company is undertaking with respect to the nature of the work, technicality involved, expertise etc., In view of the same, no separate reportable segments are identified by the Management for the purpose of reporting in the Financial statements.

3 The mandatory requirement of implantation of Ind AS is made applicable to company from the Financial year 2020-21 since the Company upgraded to Main board in NSE and the exemption from application Ind AS is no longer available. In view of this, this is to state that the Audited results for the Year ending 31st Mar 2021 are given as comparatives.

4 The Reduction of Turnover was due to pandaemic, slowdown at farakka project and working capital strain

In Terms of our report of even date annexed

for SARC & Associates  
Chartered Accountants  
FRN: 006085N

  
Chandra Sekhar Akula  
Partner

Membership No. 206704

UDIN: 21206704AAAA DT 3486

Dt: 29-06-2021

Visakhapatnam



for and on behalf of board of directors of  
RKEC Projects Ltd

  
(G. Radhakrishna)  
Managing Director  
DIN: 00073080

  
R. Jaychandran  
CFO



  
G. Parvathi Devi  
Whole Time Director  
DIN: 00094961

  
Deepika Rathi  
Company Secretary

### INDEPENDENT AUDITOR'S REPORT ON STANDALONE IND AS FINANCIAL STATEMENTS

To the members of RKEC Projects Limited

#### Report on Standalone Ind AS Financial Statements

We have audited the accompanying Standalone Ind AS Financial Statements of M/s. RKEC Projects Limited ("the Company"), which comprise the Balance Sheet as at 31st March, 2021, and the Statement of Profit and Loss (including Other Comprehensive Income), the Cash Flow Statement and the Statement of Changes in Equity for the year ended 31st March, 2021 and a summary of the significant accounting policies and other explanatory information.

#### Management's Responsibility for the Standalone Ind AS Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Standalone 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) prescribed under Section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Standalone Ind AS Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

#### Auditor's Responsibility

Our responsibility is to express an opinion on these Standalone Ind AS Financial Statements based on our audit. In conducting our audit, we have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit of the Standalone Ind AS Financial Statements in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Standalone Ind AS Financial Statements are free from material misstatement.



(2)

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Standalone Ind AS Financial Statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the Standalone Ind AS Financial Statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial controls relevant to the Company's preparation of the Standalone Ind AS Financial Statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the Standalone Ind AS Financial Statements.

We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the Standalone Ind AS Financial Statements.

### **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Standalone Ind AS Financial Statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2021, and its profit, total comprehensive income, its cash flows and the changes in equity for the year ended on that date.

### **Other Matters**

The comparative financial information of the Company for the year ended 31st March, 2020 and the transition date opening Balance Sheet as at 1st April, 2019 included in these Standalone Ind AS Financial Statements, are based on the statutory financial statements prepared in accordance with the Companies (Accounting Standards) Rules, 2006 duly audited whose report for the year ended 31st March, 2019 audited by other auditors vide report dated 29th May, 2019 and for the year ended 31st March, 2020 audited by Other auditor vide report dated 27th Jun, 2020 expressed an unmodified opinion on those standalone financial statements, as adjusted for the differences in the accounting principles adopted by the Company on transition to the Ind AS, which have been audited by us. Our opinion on the Standalone Ind AS Financial Statements and our report on Other Legal and Regulatory Requirements below is not modified in respect of these matters.



### Report on Legal and other Regulatory Framework

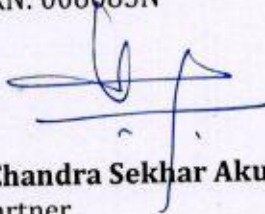
1. As required by the Companies (Auditors' Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143(3) of the Act, based on our audit, we report, to the extent applicable that:
  - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - c. The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the relevant books of account.
  - d. In our opinion, the aforesaid Standalone Ind AS Financial Statements comply with the Indian Accounting Standards prescribed under Section 133 of the Act.
  - e. On the basis of the written representations received from the directors as on June 12th, 2021 and taken on record by the Board of Directors, none of the directors are disqualified as on 31st March, 2021 from being reappointed as a Director in terms of Section 164(2) of the Act except the one director retiring by rotation at the ensuing Annual General Meeting of the Company render themselves ineligible for reappointment in terms of Section 164(2) of the Act.
  - f. With respect to the adequacy of the internal financial controls over financial reporting of the Company, and the operating effectiveness of such controls, refer to our separate Report in "Annexure B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
  - g. With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
    - i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements (Refer Note 06 Additional Information to the Standalone Ind AS Financial Statements);



(4)

- ii. The Company did not have any long-term contracts including derivative contracts as at 31st March, 2021 for which there were any material foreseeable losses;
- iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund.

For **SARC & Associates**  
Chartered Accountants  
FRN: 006085N



**(Chandra Sekhar Akula)**

Partner

M. No.: 206704

Place: Visakhapatnam

Date: 29-06-2021

UDIN 21206704AAAADU1811



**ANNEXURE A TO THE INDEPENDENT AUDITORS REPORT**

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

- i. a. The Company has maintained proper records showing full particulars, including quantitative details and situation of the fixed assets  
b. According to the information and explanations given to us, physical verification of major portion of fixed assets was conducted by the management during the year, which in our opinion is reasonable having regard to the size of the Company and nature of its business and no material discrepancies were noticed on such verification.  
c. According to the information and explanations given to us, the records examined by us and based on the examination of mortgage deeds provided to us, we report that, the title deeds of all immovable properties of land and buildings which are freehold are held in the name of the Company as at balance sheet date.
- ii. The inventory, except goods-in-transit and stocks lying with third parties, have been physically verified by the management during the year. In our opinion, the frequency of such verification is reasonable. For stocks lying with the third parties at the year end, written confirmations were subsequently available. The discrepancies noticed on verification between the physical stocks and the book records were not material and have been dealt with in books of account.
- iii. According to the information and explanations given to us, the Company has not granted unsecured loans to its subsidiaries covered under Section 189 of the Act.
- iv. In our opinion and according to information and explanations given to us, the Company has complied with provisions of Section 185 and 186 of the Act in respect of loans, investments, guarantees and securities.
- v. In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public in accordance with the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the rules framed thereunder. Accordingly, the provisions of Clause 3(v) of the Order is not applicable

to the Company. According to the information and explanations given to us, no order has been passed by the Company Law Board or the National Company Law Tribunal or the Reserve Bank of India or any Court or any other Tribunal.

- vi. According to the information and explanations given to us, the Company has maintained books of account and other records pursuant to the rules prescribed by the Central Government for the maintenance of cost records under Section 148(1) of the Act relating to manufacture of Woven graige fabric, woven processed fabric, spinning and polyester. We have broadly reviewed the cost records maintained by the Company and are of the opinion that prima facie, the specified accounts and records have been made and maintained. We have not, however, made a detailed examination of the same.
- vii. a. According to the information and explanations given to us and on the basis of our examination of the records of the Company, there have been several delays during the year in depositing undisputed statutory dues, including Provident Fund, Employees' State Insurance, Income-tax, Sales Tax, Service Tax, duty of customs, duty of excise and Value Added tax and other statutory dues with the appropriate authorities.
- b. According to the information and explanations given to us the undisputed amounts payable in respect of Income-tax, and other statutory dues in arrears as at March 31, 2021 for a period of more than six months from the date they became payable are as under:

Name of Statute	Nature of dues	Amount Involved	Period to which amount relates	Due Date
Under ESI Act	ESI	7,17,955	Jul-20 to Mar 21	15 <sup>th</sup> of following month
Under PF Act	PF	73,14,552	Jul-20 to Mar 21	15 <sup>th</sup> of following month
Under Gratuity Act	Gratuity	32,43,439	FY 2020-21	31-03-2020
GST Payable	GST	7,73,85,222	FY 2020-21	20-10-2021



c. According to the records of the Company, there are no dues in respect of Income Tax, Sales Tax, Service Tax, duty of customs, duty of excise and Value Added Tax that have not been deposited as on March 31, 2021 on account of disputes, other than as follows:

Name of Statute	Nature of dues	Amount Involved	Period to which amount relates	Forum where dispute is pending
		NIL		
		NIL		

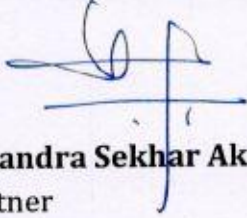
- viii. According to the information and explanations given to us and based on records examined by us we are of the opinion that the moneys raised by way of term loans by the Company during the year were applied for the purpose for which it was raised. The Company has not raised money by way of initial public offer or further public offer (including debt instruments) during the year.
- ix. According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- x. According to the information and explanations given to us and based on our examination of the records, we report that the Company has paid/provided managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.
- xi. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi company. Accordingly, the provisions of Clause 3(xii) of the Order is not applicable to the Company.
- xii. According to the information and explanations given to us and based on our examinations of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act,



where applicable. The details of such related party transactions have been disclosed in the financial statements as required under Indian Accounting Standard (Ind AS) 24, 'Related Party Disclosures' specified under Section 133 of the Act.

- xiii. According to the information and explanations give to us and based on our examination of the records, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, the provisions of Clause 3(xiv) of the Order is not applicable to the Company.
- xiv. According to the information and explanations given to us and based on our examination of the records, the Company has not entered into non-cash transactions with directors or persons connected with them as prescribed under section 192 of the Act. Accordingly, the provisions of Clause 3(xv) of the Order is not applicable to the Company
- xv. According to the information and explanations given to us, the Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, the provisions of Clause 3(xvi) of the Order are not applicable to the Company.

For **SARC Associates**  
Chartered Accountants  
Firm Registration No.: 006085N



**(Chandra Sekhar Akula)**

Partner

M No.: 206704

Place: Visakhapatnam

Date: 29-06-2021



UDIN: - 21206704 AAAADU 1811

## **ANNEXURE B TO THE INDEPENDENT AUDITOR'S REPORT ON THE STANDALONE**

### **IND AS FINANCIAL STATEMENTS OF RKEC PROJECTS LIMITED**

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

#### **REPORT ON THE INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING UNDER CLAUSE(I) OF SUB SECTION 3 OF SEC 143 OF THE COMPANIES ACT 2013 (THE "ACT")**

We have audited the internal financial controls over financial reporting of RKEC Projects Limited ("the Company") as of 31st March, 2021 in conjunction with our audit of the Standalone Ind AS Financial Statements of the Company for the year ended on that date.

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

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

#### **Auditors' Responsibility**

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



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

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

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

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

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

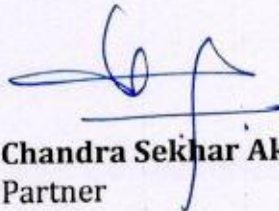
Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal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



## Opinion

In our opinion and to the best of our information and according to explanation given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2021, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For **SARC Associates**  
Chartered Accountants  
FRN :006085N



**Chandra Sekhar Akula**  
Partner  
M No.: 206704  
Place: Visakhapatnam  
Date: 29-06-2021



UDIN: 21206704 AAAADU1811

**RKEC PROJECTS LIMITED**



Registered office 10-12-1, 3rd floor Rednam Alcazar, Rednam Gardens oppsbi main branch, Visakhapatnam 530002.

Consolidated Statement of Assets and Liabilites as at 31-03-2021

(Rs. In Lacs)

Particulars	31-03-2021	31-03-2020	01-04-2019
<b>ASSETS</b>			
<b>Non- Current Assets</b>			
a) Property, Plant and Equipment	5,472.31	3,294.73	1,918.08
b) Capital Work-in-Progress	4.87	2,253.29	997.18
c) Investment Property			
d) Goodwill			
e) Other Intangible Assets	1.10	2.68	1.98
f) Intangible Assets under Development			
e) Biological Assets other than Bearer Plants			
h) Financial Assets			
i) Investments			
ii) Trade Receivables			
iii)Loans			
iv) Others (to be specified)			
i) Deferred tax Assets	149.58	130.92	97.63
j) Other Non- Current Assets			
	<b>5,627.87</b>	<b>5,681.62</b>	<b>3,014.88</b>
<b>Current Assets</b>			
a) Inventories	9,458.75	9,127.21	6,584.39
b) Financial Assets			
i) Investments			
ii) Trade Receivables	14,277.80	8,464.80	8,054.61
iii) Cash and cash equivalents	84.35	424.39	70.75
iv) Bank balances other than (iii) above	3,704.27	4,140.67	3,263.60
v) Loans	106.80	1,699.76	1,698.96
vi) Others (to be specified)			
c) Current tax Assets (Net)			
d) Other Current Assets	4,495.26	3,619.70	3,259.53
	<b>32,127.23</b>	<b>27,476.53</b>	<b>22,931.84</b>
<b>Total Assets</b>	<b>37,755.09</b>	<b>33,158.15</b>	<b>25,946.72</b>



**RKEC Projects Limited**

GST No. : 37AACCR9682A1Z8

Regd. Office : # 10-12-1, 3rd Floor, Rednam Alcazar, Rednam Gardens, Opp. SBI Main Branch, Visakhapatnam-530 002

M: 0891-2574517 Tele Fax: 0891-2574703 Email: info@rkecprojects.com, Website: www.rkecprojects.com

EQUITY AND LIABILITIES			
<b>Equity</b>			
a) Equity Share Capital	2,399.06	2,399.06	2,399.06
b) Other Equity	10,554.20	9,277.85	6,991.29
	<b>12,953.26</b>	<b>11,676.91</b>	<b>9,390.35</b>
<b>Liabilities</b>			
<b>Non- Current Liabilities</b>			
a) Financial Liabilities			
i) Borrowings	605.78	392.03	150.75
ii) Trade Payables			
iii) Other Financial Liabilities (other than those specified in item (b) above, to be specified)			
b) Provisions	104.90	70.83	61.82
c) Deferred tax Liabilities (Net)			
d) Other Non- Current Liabilities			
	<b>710.68</b>	<b>462.86</b>	<b>212.57</b>
<b>Current Liabilities</b>			
a) Financial Liabilities			
i) Borrowings	10,100.48	6,145.03	4,665.42
ii) Trade Payables	7,259.68	9,675.97	7,623.31
iii) Other Financial Liabilities (other than those specified in item (C))	344.69	419.85	141.76
b) Other Current Liabilities	5,790.41	3,814.49	3,738.94
c) Provisions	595.89	963.05	174.37
d) Current tax Liabilities (Net)			
	<b>24,091.15</b>	<b>21,018.38</b>	<b>16,343.80</b>
<b>Total Equity and Liabilities</b>	<b>37,755.09</b>	<b>33,158.15</b>	<b>25,946.72</b>

In Terms of our report of even date annexed

for SARC & Associates  
Chartered Accountants  
FRN : 006085N

(Chandra Sekhar Akula)  
Partner  
Membership No. 206704  
UDIN: 21206704-AAAA053070

Dt: 29-06-2021  
Visakhapatnam

for and on behalf of board of directors of  
RKEC Projects Ltd

(G. Radhakrishna)  
Managing Director  
DIN: 00073080

R. Jaychandran  
CFO



G. Parvathi Devi

G. Parvathi Devi  
Whole Time Director  
DIN: 00094961

Deepika Rathi

Deepika Rathi  
Company Secretary

**RKEC Projects Limited**

GST No. : 37AACC9682A1Z8

Regd. Office : # 10-12-1, 3rd Floor, Rednam Alcazar, Rednam Gardens, Opp. SBI Main Branch, Visakhapatnam-530 002  
M: 0891-2574517 Tele Fax: 0891-2574703 Email: info@rkecprojects.com, Website: www.rkecprojects.com

**RKEC PROJECTS LIMITED**

Registered office 10-12-1 ,3rd floor Rednam Alcazar , Redbam Gardens oppsbi main branch, Visakhapatnam 530002.  
Consolidated Financial Results for the Quarter and Year ended 31st March 2021

Rs in Lacs

Sl. No.	Particulars	Audited	UnAudited	UnAudited	Audited	
		Quartered ended 31st March 2021	Quartered ended 31st Dec 2020	Quartered ended 31st March 2020	Year ended 31st March 2021	Year ended 31st March 2020
1	Revenue from Operation	8,581.41	5,312.87	11,561.37	20,786.63	30,398.25
2	Other Income	193.21	34.19	101.20	345.74	294.32
3	Total (1+2)	8,774.63	5,347.06	11,662.57	21,132.37	30,692.56
4	Expenses					
	a) Operating expenses	6,197.72	3,846.50	8,154.96	15,042.70	20,808.42
	b) Employee Benefit exp	406.81	321.05	588.35	1,419.85	1,834.91
	c) Finance Costs	439.78	389.71	108.34	1,150.50	1,132.56
	d) Depreciation and amortisation expenses	31.42	31.42	225.90	398.80	414.46
	e) Other expenses	784.29	294.95	537.00	1,375.05	1,250.04
	Total exepeses (4)	7,860.03	4,883.63	9,614.55	19,386.91	25,440.40
5	Profit before exceptional items (3-4)	914.60	463.43	2,048.02	1,745.46	5,252.16
6	Exceptional Items		-	578.73		
7	Profit before Tax (5-6)	914.60	463.43	1,469.29	1,745.46	5,252.16
8	Tax expenses					
	Current Tax	239.94	116.64	560.27	487.76	1,087.55
	Deferred Tax	-69.60	1.34	-24.04	-18.66	-33.29
9	Profit for the year (7-8)	744.25	345.45	933.06	1,276.36	4,197.91
10	Other Comprehensive Inc	0	0	0	0	0
11	Total Comprehensive Inc	744.25	345.45	933.06	1,276.36	4,197.91
12	Paid up Share capital (Face value of Rs. 10 each)	2,399	2,399	2,399	2,399	2,399
13	Paid up debt capital/ Outstanding debt	Nil	Nil	Nil	Nil	Nil
14	Earning per share					
	(1) Basic (In Rs.)	3.10	1.44	3.89	5.32	11.94
	(2) Diluted ( In Rs.)	3.10	1.44	3.89	5.32	11.94

In Terms of our report of even date annexed

for SARC & Associates  
Chartered Accountants  
FRN : 006085N

Chandra Sekhar Akula  
Partner  
Membership No. 206704

UDIN: 21206704 AAAAD 83070

Dt: 29-06-2021  
Visakhapatnam



for and on behalf of board of directors of  
RKEC Projects Ltd

(G. Radhakrishna)  
Managing Director  
DIN: 00073080

R. Jaychandran  
CFO



G. Parvathi Devi  
Whole Time Director  
DIN: 00094961

Deepika Rathi  
Company Secretary

**RKEC Projects Limited**

GST No. : 37AACCR9682A1Z8



## CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03.2021

Rs in Lacs

Particulars	Figures as at 31-03-2021	Figures as at 31-03-2020
<b>Cash flow from Operating Activities</b>		
Profit before Tax	1,745.46	3,919.28
<b>Adjustments for</b>		
Depreciation	398.80	414.46
Loss/(Profit) on Sale of Fixed Assets	-0.36	-6.72
Loss/(Profit) from Joint Venture	7.02	-5.20
Interest Expense	1,150.50	1,132.56
Interest Income	-215.00	-243.69
<b>Operating Profit before Working Capital changes</b>	<b>3,086.41</b>	<b>5,210.70</b>
<b>Adjustments for</b>		
Increase/(Decrease) in Trade Payables	-2,416.29	2,052.66
Increase/(Decrease) in Long Term Provisions	34.07	9.01
Increase/(Decrease) in Short Term Provisions	-367.16	788.68
Increase/(Decrease) in Other Financial Liabilities	-75.16	278.09
Increase/(Decrease) in Other Current Liabilities	1,975.92	75.55
(Increase)/Decrease in Trade Receivables	-5,813.00	-410.19
(Increase)/Decrease in Inventories	-331.54	-2,542.82
(Increase)/Decrease in Short Term Loans and Advances	1,592.95	-0.80
(Increase)/Decrease in Other Current Assets	-875.55	-360.18
(Increase)/Decrease in Deferred Tax Asset	-18.66	-33.29
<b>Cash (used) in/generated from Operations</b>	<b>-3,208.00</b>	<b>5,067.41</b>
Income Taxes paid	-469.10	-1,054.26
<b>Net Cash from Operating Activities</b>	<b>-3,677.10</b>	<b>4,013.15</b>
<b>Cash Flow from Investing Activities</b>		
Purchase of Fixed Assets, including Intangible Assets, CWIP and Capital Advances	-2,638.63	-1,793.92
CWIP	2,248.42	-1,256.11
Profit/(Loss) from Joint Venture	-7.02	5.20
Proceeds from Sale of Fixed Assets	64.19	8.83
Bank Balances not considered as Cash and Cash Equivalents	436.40	-877.07
Interest Received	215.00	243.69
<b>Net Cash from Investing Activities</b>	<b>318.36</b>	<b>-3,669.38</b>
<b>Cash Flow from Financing Activities</b>		
Proceeds from (Repayment of) Long Term Borrowings	213.75	241.28
Proceeds from (Repayment of) Short Term Borrowings	3,955.46	1,479.61
Dividend(Interim) paid during the year (including Dividend Distribution Tax)		-578.46
Interest Paid	-1,150.50	-1,132.56
<b>Net Cash from Financing Activities</b>	<b>3,018.70</b>	<b>9.86</b>
<b>Net Increase/(Decrease) in Cash and Cash Equivalents</b>	<b>-340.04</b>	<b>353.64</b>
<b>Cash and Cash Equivalents at the beginning of the year</b>	<b>424.39</b>	<b>70.75</b>
<b>Cash and Cash Equivalents at the end of the year</b>	<b>84.35</b>	<b>424.39</b>

In Terms of our report of even date annexed

for SARC & Associates

Chartered Accountants

FRN : 006085N

(Chandra Sekhar Akula)

Partner

Membership No. 206704

UDIN:

Dt: 29-06-2021

Regd. Office: # 10-12-1, 3rd Floor, Rednam Alcazar, Rednam Gardens, Opp. SBI Main Branch, Visakhapatnam-530 002

M: 0891-2574517 Tele Fax: 0891-2574703 Email: info@rkecprojects.com, Website: www.rkecprojects.com

for and on behalf of  
board of directors of  
RKEC Projects Ltd



(G. Radhakrishna)  
Managing Director

DIN: 00073080

G. Parvathi Devi

Whole Time Director

DIN: 00094961

**RKEC Projects Limited**

GST No. : 37AACCR9682A1Z8

R. Jaychandran

Deepika Rathi

**INDEPENDENT AUDITOR'S REPORT ON CONSOLIDATED IND AS FINANCIAL STATEMENTS**

**To the members of RKEC Projects Limited**

**Report on Consolidated Ind AS Financial Statements**

We have audited the accompanying Consolidated Ind AS Financial Statements of RKEC PROJECTS Limited (the "Holding Company"), its subsidiaries (the Holding Company and its subsidiaries constitute "the Group"), its associates and jointly controlled entities, comprising of the Consolidated Balance Sheet as at 31st March, 2021, the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Consolidated Statements of Cash Flows and the Consolidated Statement of Changes in Equity for the year then ended, and a summary of the significant accounting policies and other explanatory information (the "Consolidated Ind AS Financial Statements").

**Management's Responsibility for the Consolidated Ind AS Financial Statements**

The Holding Company's Board of Directors is responsible for preparation of these Consolidated Ind AS Financial Statements in terms of the requirements of the Companies Act, 2013 ("the Act") that give a true and fair view of the consolidated financial position, consolidated financial performance including other comprehensive income, consolidated cash flows and statement of changes in equity of the Group including its associates and jointly controlled entities in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act.

The respective Board of Directors of the companies included in the Group and of its associates and jointly controlled entities are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group, associates and jointly controlled entities and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the Consolidated Ind AS Financial Statements by the Directors of the Holding Company, as aforesaid

(2)

### **Auditor's Responsibility**

Our responsibility is to express an opinion on these Consolidated Ind AS Financial Statements based on our audit

In conducting our audit, we have taken into account the provisions of the Act, the accounting and auditing Standards and matters which are required to be included in the audit report under the provisions of the Act and Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Consolidated Ind AS Financial Statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Consolidated Ind AS Financial Statements. The procedures selected depend on the auditors' judgement, including the assessment of the risks of material misstatement of the Consolidated Ind AS Financial Statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Holding Company's preparation and presentation of the Consolidated Ind AS Financial Statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Holding Company's Board of Directors, as well as evaluating the overall presentation of the Consolidated Ind AS Financial Statements.

We believe that the audit evidence obtained by us and audit evidence obtained by other auditors in terms of their reports referred to in sub-paragraph (a) of the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our qualified audit opinion on the Consolidated Ind AS Financial Statements.

### **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Consolidated Ind AS Financial Statements give the information required by the 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 31st March, 2021, and its profit, total comprehensive income, its cash flows and the changes in equity for the year ended on that date.





**Other Matters**

- i. We did not audit the financial statements of RKEC & SURYADEVARA JV whose financial statements reflect total assets of Rs. 19,72,397/- as at 31st March, 2021, total revenues of Rs. 1,18,76,184 /-and net cash inflows amounting to Rs. 7,63,521/-, net loss of Rs. 41,92,934/-, and total comprehensive income amounting to Rs. 0 for the year ended on that date, as considered in the Consolidated Ind AS Financial Statements. These Ind AS financial statements have been audited by other auditors whose reports have been furnished to us by the Management and our opinion, on the Consolidated Financial Statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and our report in terms of sub-section (3) and (11) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiaries, is based solely on the reports of the other auditors.
- ii. The comparative financial information for the year ended 31st March, 2020 and the transition date opening Balance Sheet as at 1st April, 2019 included in these Consolidated Ind AS Financial Statements, are based on the statutory financial statements prepared in accordance with the Companies (Accounting Standards) Rules, 2006. The consolidated financial statements of Holding Company have been audited by us and report for the year ended 31st March, 2019 issued by other auditors vide report dated 29th May, 2019 and for the year ended 31st March, 2020 have been audited by the other auditor vide report dated 27th Jun, 2020 expressed an unqualified opinion on those consolidated financial statements, as adjusted for the differences in the accounting principles adopted by the Group and its associates and jointly controlled entities on transition to the Ind AS, which have been audited by us. Our opinion on the Consolidated Ind AS Financial Statements and our report on Other Legal and Regulatory Requirements below is not modified in respect of these matters.

**Report on Legal and other Regulatory Framework**

1. As required by Section 143(3) of the Act, based on our audit, we report, to the extent applicable that:
  - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - b. In our opinion, proper books of account as required by law relating to the preparation of the aforesaid Consolidated Ind AS Financial Statements have been kept by the Company so far as it appears from our examination of those books.



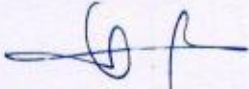
(4)

- c. The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Consolidated Statement of Cash Flows and Consolidated Statement of Changes in Equity dealt with by this Report are in agreement with the books of account maintained for the purpose of preparation of the Consolidated Ind AS Financial Statements.
- d. In our opinion, the aforesaid Consolidated Ind AS Financial Statements comply with the Indian Accounting Standards prescribed under Section 133 of the Act.
- e. On the basis of the written representations received from the directors of the Holding Company as on 31st March, 2021 taken on record by the Board of Directors of the Holding Company and the report of the statutory auditors of its subsidiary company and jointly controlled company incorporated in India none of the directors of the Group, associates and its Jointly Controlled entities incorporated in India are disqualified as on 31st March, 2021 from being reappointed as a director in terms of Section 164(2) of the Act except the two directors of Holding company retiring by rotation at the ensuing Annual General Meeting of the Holding Company render themselves ineligible for reappointment in terms of Section 164(2) of the Act.
- f. With respect to the adequacy of the internal financial controls over financial reporting and operating effectiveness of such controls, refer to our separate report in "Annexure B"; which is based on the reports of the auditors of Holding company, subsidiary companies, its associates and jointly controlled entities incorporated in India; and
- g. With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Consolidated Ind AS Financial Statements disclose the impact of pending litigation on the consolidated financial position of the Group, its associates and jointly controlled entities. (Refer Note XX to the Consolidated Ind AS Financial Statements)



- ii. The Group, its associates and jointly controlled entities did not have any outstanding long-term contract including derivative contract as at 31st March, 2021 for which there were any material foreseeable losses.
- iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Holding Company and its Subsidiaries, Associate companies and jointly controlled companies incorporated in India.

For **SARC Associates**  
Chartered Accountants  
FRN: 006085N



**(Chandra Sekhar Akula)**  
Partner

M. No.: 206704

Place: Visakhapatnam

Date: 29-06-2021

UDIN: 21206704 AAAADN 7159



**ANNEXURE" B" TO THE INDEPENDENT AUDITORS' REPORT ON THE  
CONSOLIDATED FINANCIAL STATEMENTS OF RKEC PROJECTS LIMITED**

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

**REPORT ON THE INTERNAL FINANCIAL CONTROLS UNDER CLAUSE (i) OF SUB-  
SECTION 3 OF SECTION 143 OF THE COMPANIES ACT, 2013 (THE "ACT")**

In conjunction with our audit of the Consolidated Financial Statements of the Company as of and for the year ended 31st March, 2021, we have audited the internal financial controls over financial reporting of RKEC Projects Limited ("the Holding Company"), and that of its subsidiary company (the Holding Company and its subsidiary constitute "the Group"), its associate companies and jointly controlled entities which are companies incorporated in India, audited by the respective auditors of those companies as of that date.

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

The respective Board of Directors of the Holding Company, its subsidiary companies, associate companies and jointly controlled entities all incorporated in India, are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by these entities, 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. (the "Guidance Note") These responsibilities include the design, implementation and maintenance of adequate internal financial controls that are operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

**Auditors' Responsibility**

Our responsibility is to express an opinion on the Holding Company's internal financial controls over financial reporting based on our audit and that of the respective auditors of subsidiary, associate companies and jointly controlled entities in relation to companies audited by them. We and respective auditors have conducted the audit in accordance with the Guidance Note and the Standards on Auditing prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that the auditors comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

(2)

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. Audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence obtained by us and other auditors in terms of their report referred to in the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the Group's, its associates and its jointly controlled entities, incorporated in India, internal financial controls system over financial reporting.

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

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

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

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

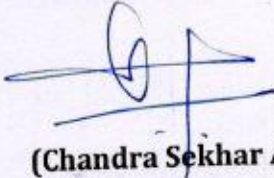


(3)

**Opinion**

In our opinion, to the best of our information and according to explanation given to us and based on the consideration of reports of other auditors, as referred to in the Other Matters paragraph, the Holding Company, its subsidiary company, associate companies and jointly controlled entities, which are incorporated in India, have, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2021, based on the internal control over financial reporting criteria established by these entities, considering the essential components of internal control stated in the Guidance Note.

For **SARC & Associates**  
Chartered Accountants  
FRN: 006085N



**(Chandra Sekhar Akula)**

Partner

M No.: 206704

Place: Visakapatnam

Date: 29-06-2021

UDIN: 21206704 AAAADV 7159



We help you  
focus on the core of  
your business...

Leave the rest to us!

**We are:**

**Mehta&Mehta**

# About the firm

## CS/LLB ATUL MEHTA - Founding Partner

One half of Mehta & Mehta, CS Atul Mehta comes with an experience of over 25 years in the field of corporate law, capital market and human resource. He has served the industry as a Company Secretary and Compliance Head for 5 years soon after which he took his pioneering step towards consulting and practicing as a company secretary full time.

Currently, he is a secretary of International Association of a Company Secretaries which comprises of 42 countries as members.

His strong associations with ICSI in the past are listed here:

- o President, The ICSI, 2015
- o Central Council Member of the ICSI from 2011
- o Chairman of Capital Market Committee at ICSI
- o Member, Secretarial Standard Board at ICSI
- o Member, Finance Committee at ICSI
- o Member, Corporate Laws and Governance Committee at ICSI
- o Member, Practicing Company Secretaries Committee at ICSI
- o Member, Information Technology Committee at ICSI
- o Co-chairman of Centre for Corporate Governance, Research, and Training
- o Ex-officio member of WIRC (Western India Regional Council)
- o Chairman of WIRC of ICSI in the year 2009

He was also a member of Company Law Committee (6 members), Ministry of Corporate Affairs.

<http://www.linkedin.com/in/atul-mehta-96bb1b12/>



## CS/LLB DIPTI MEHTA - Founding Partner

The other pillar of the firm, Dipti Mehta brings in her expertise of over 24 years.

Having Bachelors in Commerce as well as Law, her career started with being a CFO, Administrative Manager and Company Secretary of the Thane Electric Supply Company Limited, a listed company for four years. She then went on to fill the roles of Company Secretary, Compliance Head, and Finance Manager in the corporate world for 5 years.

Her knowledge expands from corporate legal consultancy, companies act, FEMA, SEBI regulations, listing agreements, ESOP, buybacks, restructuring, due diligence, to winding up or closure of business, service taxes, labor laws and Intellectual Property rights including trademarks, patents, copyrights etc.

She is a member of Law Committee and Arbitration Committee of Indian Merchant Chamber (IMC), INSOL INDIA, ICSI IPA as well as the Maharashtra State Council and National SME Council of CII.

She is Certified Insolvency Professional. She is acting as Resolution Professional to conduct corporate insolvency resolution process and also as Liquidator for Voluntary Liquidation.

<http://www.linkedin.com/in/dipti-mehta-63255713/>

CA/CWA/CS SHAILESH RAJADHYAKSHA - Senior Consultant

Mr. Shailesh H. Rajadhyaksha is a qualified Chartered Accountant, Cost Accountant and Company Secretary.

Mr. Rajadhyaksha has been with the Tatas for over 17 years and has more than 40 years of post qualification experience in accounts, finance, regulatory and company secretarial functions. While with the Tatas, Mr. Rajadhyaksha has worked for Tata Capital Limited, Tata Consultancy Services Limited (“TCS”), Tata Industries Limited and Tata International Limited. Before joining the Tatas, Mr Rajadhyaksha was with Larsen & Toubro Limited (“L&T”) where, over a span of eight years, he worked in its Shipping Division, its Finance Division and as its Company Secretary.

Mr. Rajadhyaksha superannuated from the Tatas in November 2011 and was thereafter engaged by Tata Capital as its whole time Consultant for a period of 5 years.

Mr. Rajadhyaksha has received an Award from the Institute of Company Secretaries of India (“ICSI”) as Company Secretary of TCS which was awarded ICSI’s National Award for Corporate Governance-2007.

Mr. Rajadhyaksha was a Member of the Secretarial Standards Board of the ICSI. In the past, he was Chairman of the Legal Affairs Committee of the Bombay Chamber of Commerce and Industry and a Member of the Expert Advisory Group of the ICSI.

## CS/LLM Ashwini Inamdar - AssociatePartner

Ms. Ashwini Inamdar is a Fellow Member of ICSI and having a Masters in Law. She is in Practice since October, 2012 and has an overall experience of 10 years. She specializes in Listing of Companies on the Stock Exchanges, Corporate Restructuring by way of Mergers, Amalgamations, and also has a vast experience in matters relating to the Listing Agreement, Takeover Regulations and Companies Act. She has a good experience in the areas of Corporate Laws, Secretarial Audits and consultancy.

<https://www.linkedin.com/in/cs-ashwini-inamdar-9993a211/>

## CS Arun K Kamalolbhavan-Associate Partner

Mr. Arun K Kamalolbhavan is a Fellow member of the Institute of Company Secretaries of India. He has done a Post Graduate Diploma in Business Management in Finance from Jain College and has a degree in Bachelor of Science in Mathematics.

- Served as Chairman of the Kochi Chapter of the Institute of Company Secretaries of India (2017)
- Served as a member of the ICSI Corporate Law Publications Committee and Research Committee of the SIRC of the ICSI
- Keynote speaker on National Seminars
- Served as a faculty for Institute of Directors (IOD), ICSI for student development programs and conducted various sessions on Corporate Law matters.

He is the promoter and founding partner of the firm Akjp and Associates Company Secretaries which is merged with Mehta and Mehta Corporate and Legal Firm as Kochin branch office.

He has distinguished exposure and over a decade of experience in the corporate world. He has an expertise in various spheres of secretarial advisory and plays a predominant role in corporate management, corporate litigations and resolution of shareholder disputes, rendering legal advisory services as well as carrying out various types of due diligences, advising, organizing and implementing acquisition of control, setting up of companies, limited liability partnerships, appearances, advising and assisting under the Companies Act, SEBI Act, FEMA, Trademarks and compounding of offences, obtaining requisite approvals required from the Foreign Investment Promotion Board (FIPB) and the Reserve Bank of India (RBI) in the event of foreign investment in an Indian company, whether in the form of joint ventures, or wholly owned subsidiaries.

He is also associated and worked with various Multinational corporate like Reuters, Unisys and Deutsche Bank. Handled critical compliance issues related to recent developments in the corporate world about strike off and disqualification of Directors of the Companies.

<https://www.linkedin.com/in/cs-arun-kamalolbhavan-98582980/>

# Vision



We strive for quality and excellence in legal and secretarial consultancy which covers varied areas of the corporate field and diverse avenues of Corporate Laws & other related areas.

Our Motto is to be your  
“In-house business mentors.”

We believe in  
Imagination-Innovation-Expertise-Commitment



# Our services

## Business Set Up Services

- Incorporation of -
  - Companies
  - Trusts
  - LLP
  - Partnership Firms
  - Co-operative society
  - Foreign Companies
- Obtaining licenses of section 8 companies (for promoting commerce, art, science, etc.).
- Conversion of existing business entities into company / LLP.
- Registration of foreign companies in India (Branch offices/Liaison offices/Project offices).
- Registration of wholly owned subsidiaries outside India.
- Registration of companies with RBI as NBFC, primary dealers, assets reconstruction companies, etc.
- Registration of company with SEBI as the mutual fund, stock and sub-brokers, portfolio managers, venture capital funds, merchant bankers and other intermediaries.
- Obtaining license and formation of a company/unit in SEZ's/EOU's/STPI.
- Joint ventures/Foreign collaborations.
- Registration of business entities under central/ state / local authorities
- Registration as financial intermediaries inter-alia including distribution, financial advisors.
- Registration of a company with NHB as housing finance company.

## Company Law Management Services

- Assisting in preparation of notices, agendas, minutes and resolutions for Board Meetings, Committees thereof, AGM, EGM, Statutory Meetings & reports thereof.
- Maintenance and assistance for the preparation of secretarial and statutory/non- statutory records including statutory registers.
- Secretarial compliance certificates for public, private & listed companies.
- Preparation and alteration of MOA and AOA
- Issue and compliance of various kinds of securities including shares, debentures etc.
- Remuneration to directors, their relatives and persons holding office or place of profit.
- Compounding of various offenses under Companies act.
- Appointment / resignation / removal of auditors.
- Obtaining DIN / DSC (including PAN encrypted) for directors and professionals.
- Preparation, certification and filling of various e-forms on MCA Portal.
- Liaison with the offices of the Registrar of companies, Regional director, National company law tribunal, Ministry of corporate affairs.
- Various other compliances of corporate laws.

## Corporate Restructuring Services

- Amalgamation/merger/takeover/compromise/arrangement.
- De-merger/split/spin-off or hive off - of division or business into separate company.
- Slump Sale.
- The revival of defunct/sick companies.
- Joint venture/ foreign collaborations/ alliances.

## Financial restructuring services

- Issue and allotment of securities for cash/consideration other than cash carrying voting rights and/or differential voting rights.
- Transfer of controlling stake.
- An issue of share warrants.
- Rights Issue/ Bonus Issue/ Sweat Equity/Preferential Issue/ Private placement of securities.
- Re-classification/consolidation/sub-division/cancellation of share capital.
- Employees stock option scheme/ Employees stock purchase scheme.
- Buyback of securities.
- Reduction of share capital.
- Conversion of shares into stock and vice versa.



## MEHTA & MEHTA LEGAL AND ADVISORY SERVICES PVT. LTD.

We are a full-service legal advisory with dynamic experienced corporate law professionals, lawyers and empanelled practicing advocates.

With a combined practice experience of about 30 years behind the team at Mehta & Mehta, we have polished ourselves in the following areas of practice:

- Insolvency Law
- Banking and Securities Law
- Corporate and Business Law
- Labour Laws
- Real Estate Laws

Currently, our empanelled Advocates appear and practice in the following Courts;

- Hon'ble Bombay High Court
- Hon'ble City Civil and Sessions Court for Greater Bombay
- Hon'ble National Company Law Tribunal, Mumbai Bench
- Hon'ble Small Causes Court
- Consumer Courts in Mumbai
- Magistrate Courts in Mumbai
- Before Quasi-Judicial Authorities

## Audit, Due diligence and Certification

- Secretarial audit of Corporates, Factories, Hotels and Hospitals under various Acts
- Secretarial compliance certificate
- Corporate governance
- Legal due diligence
- Due diligence of companies for various compliances
- Reconciliation of share capital
- Securities audit
- Depository participant audit
- Stock broker compliance audit
- Annual return certifications
- Stock audit on behalf of banks
- Bank due diligence audit
- Certificate for preferential issue of shares, buyback, FC – GPR, etc.
- Compliance audit of mutual funds
- Internal audit of investment advisors
- Internal Audit, Risk Management, GAAP Analysis

## SEBI & Listing Compliance Services

- Assistance in managing Initial Public Offer (IPO)/ Right issue of shares.
- Listing/ delisting/ relisting of Securities.
- Registration of intermediaries with SEBI (Mutual Fund, stock and sub-brokers, portfolio managers, venture capital funds, merchant bankers, FIIs and other intermediaries).
- Audits and certification under listing regulations.
- Assistance in compliance with provisions of listing agreement.
- Assistance in compliance with various guidelines, rules, and regulations issued by SEBI.
- Liaison with the office of stock exchanges.
- Other allied services.

## Applications & Approvals

- Central Government
- National Company Law Tribunal
- Regional Director
- Registrar of Companies
- Reserve Bank of India
- Securities and Exchange Board of India
- Stock Exchanges
- Depositories

## Foreign Exchange Management related Services

- External Commercial Borrowings
- Acquisition/Transfer of immovable property in India
- FEMA Compliances and filings with RBI
- Compounding of the various offense under FEMA and FCRA
- Various other Applications to RBI
- RBI Advisory
- All services relating to inbound and outbound investments

## Closure of Business

- Winding up of companies
- Liaison with the office of official liquidator
- Striking off the name of inactive companies/LLPs
- Closure of branch office/ Liaison office/Project office
- Sale of existing business to other entities
- Other allied services
- Fast track exit

## Bankruptcy and Insolvency Services

- Filing insolvency petitions on behalf of Corporate Debtors, Financial Creditors and Operation Creditors.
- Advisers & Insolvency Resolution Professionals & Insolvency Professionals
- Help creditor to file claims with Insolvency Resolutions Professionals & Insolvency Professional
- Provide opinions on Bankruptcy & Insolvency related matters.

## Services provided under IP rights

- Application preparatory, submission and follow-up for:
  - o Trademarks and certification mark registration
  - Copyright registration
  - Design registration
  - Patent and PCT registration
- Drafting and vetting of license/assignment agreement for Trade Mark, Copyright, and Patent.
- Serving legal notice:
  - In case of Infringement/Passing off of Trademark, Copyright, Patent and Design.
- Representation:
  - Appearance during the opposition proceedings in respect of Trademark, Copyright, Patent and Design in India at the respective regional offices of Intellectual Property.
  - In cases of Infringement/Passing - Off litigation, in the court of law.
- Services in the case of Passing –off goods in India:
  - Trace the location of the activity.
  - Seizure of the Passing-off goods.
  - Withheld the person responsible for such activity.
  - Taking legal action against the person responsible.
- Foreign filing:
  - Registering the trademark in the United States of America with USPTO.
- Providing assistance to Indian applicants in search of the filing of the application and towards the period of Registration for Trademark, Copyright and Design applications for international countries.
- Conduct of IPR Due diligence and administration
- IPR watch services
- We screen Official Gazettes, Trademark Journal, Newspaper, Business Magazines, Billboards etc. and any potential conflict will be reported together with our opinion on legal strategies to be followed.

## Financial services

As part of our Financial Services, we assist our clients in obtaining the following funds:

- Loan against property
- Working capital loan
- Unsecured loans
- Housing loans
- Project finance
- Funds for SMEs
- Private equity

We also assist our clients with:

- Restructuring of funds
- Acquiring of license and dealing with Compliances of NBFCs with RBI
- Setting up an Venture Capital/AIF (Alternative Investment Fund) with SEBI and allied services.
- Acquiring of various licenses under Stock Broking , DP(Depository Participant), PMS( Portfolio Management Service), IA( Investment Advisor) and their Compliance and Audit certifications.
- Incorporation of Asset Management Company, Asset Reconstruction Company, and SPV (Special Purpose Vehicle) Company and their Fund Compliance Management.

## Accounting services

- Maintaining accounts of various entities.
- Preparation of monthly, quarterly & yearly financial statements.
- Employee payroll maintenance.
- Preparation of invoices, cheques, debit and credit notes, etc.
- Filing of returns for Income tax, Service tax, GST etc.
- Tax consulting for GST, Service tax, Income tax etc.
- Tax litigation and representations.
- Tax review and due diligence.
- To calculate VAT liability after taking CENVAT credit as applicable on the month to month basis.
- Preparation of payroll statements.
- To give valuation reports.
- To conduct Forensic Audit.
- To conduct RTA Audit



## Secondment services

We provide secondment services as in temporary placement of officer/professionals for some specific assignment or period like:

- Company Secretary
- Chartered Accountants
- Lawyers

## Other services

- Registration of PAN
- Registration of TAN
- Registration of service tax
- Registration of Value added tax
- Registration of Goods and Service tax
- Registration of Shop & Establishment
- Registration of Import Export Code
- Registrations and Search Reports for Banks and Financial Institutions

## Hiring for our Corporate Clientsof:

- Chartered Accountants
- Company Secretaries
- Lawyers
- CFO
- Professional Director
- Independent Director
- Women Director

# Industries served

- Venture Capital
- Media services
- Pesticides
- Logistic
- Pharmaceuticals
- Software
- Distribution & Marketing
- NBFC
- FMCG
- Retail
- Financial
- Property management
- Textile Industries
- Properties/Mall management
- Broking and Depository Participants
- Telecommunication
- Oil Industry
- Hotel & Hospitality Industry
- Banking
- Mutual Fund
- Steel
- Stock Exchange
- Shipping and Maritime
- Insurance
- Investment Banking

## Our privileged clients



# Mehta & Mehta

COMPANY SECRETARIES

ICSI Unique Code: P1996MH007500

Address:

206, Shiv Smriti, 2<sup>nd</sup> Floor,  
49/A Dr. Annie Besant Road,  
Above Corporation Bank,  
Worli, Mumbai – 400018.  
Maharashtra, India.

Contact Details: +91 22 66119696 /66119601

Email IDs:

CS Atul Mehta - [atul@mehta-mehta.com](mailto:atul@mehta-mehta.com)  
CS Dipti Mehta - [dipti@mehta-mehta.com](mailto:dipti@mehta-mehta.com)  
CS Shailesh Rajyadakhsha - [shailesh@mehta-mehta.in](mailto:shailesh@mehta-mehta.in)  
CS Dipali Shah - [dipali@mehta-mehta.com](mailto:dipali@mehta-mehta.com)  
CS Meghna Shah – [meghna.shah@mehta-mehta.com](mailto:meghna.shah@mehta-mehta.com)  
CS Ashwini Inamdar – [ashwini.i@mehta-mehta.com](mailto:ashwini.i@mehta-mehta.com)  
CS Bhavika Sanghvi – [bhavika@mehta-mehta.com](mailto:bhavika@mehta-mehta.com)  
CS Trusha Shah – [trusha@mehta-mehta.com](mailto:trusha@mehta-mehta.com)  
CS Arun Kamalobhavan- [arun@mehta-mehta.com](mailto:arun@mehta-mehta.com)

Website: <http://www.mehta-mehtaadvisory.com>



## FIRM PROFILE

**Kumar Vadisala & Associates**  
Chartered Accountants

49-58, Akkayapalem, Port Stadium, Visakhapatnam.530022.  
Mobile No – +91 7799261951 | [ca.kumarvadisala@gmail.com](mailto:ca.kumarvadisala@gmail.com)



Particulars

<b>Name of the firm</b>	:	<b>Kumar Vadisala &amp; Associates</b> <i>Chartered Accountants</i>
<b>Principal Offices At:</b>	:	#49-58, Akkayapalem, PortStadium,Visakhapatnam 530022
<b>Email</b>	:	Ca.kumarvadisala@gmail.com
<b>ICAI Registration No.</b>	:	248958
<b>UCN</b>	:	020954S
<b>PAN No.</b>	:	AXVPV1791M
<b>Team Members – Professionals</b>	:	CA Kumar Vedisala CA. Swamy dalli, ACA CA. Pradeep Kumar, ACA Smt. Pavani Pirintlu, MBA  Mr. Sampath, B Com Mr. Bhaskar, B Com
<b>Number of Professional Staff</b>		2 (Two)
<b>Junior Staff</b>		6 (Six)



## About Us

- The firm “**Kumar Vadisala & Associates**” was set up in the year 2019 by CA. Kumar vadisala.
- Kumar vadisala & Associates strives to provide quality services in the areas of Audit, Investigation, Due Diligence, Accounting outsourcing, Taxation (Direct and Indirect), Company Law Matters for both domestic and foreign companies, Management Consultancy, Fixed Assets Verification, and Information System Audit.
- The firm is well geared to take up any professional assignments in the above areas. It has association with firms of Chartered Accountants, Management Consultants, and Company Secretaries etc. to provide complete range of services.
- In line with the Mission Statement, we always strive to acquire more and more knowledge in such ever changing laws.

## Services Rendered

The firm has identified the following critical parameters for an organization's success, which range from optimum utilization of resources to legal compliances. Based on the diverse requirements of business, the firm is in a position to provide the following services to enable the organizations meet their objectives: -

### BUSINESS START UP

- Formation of a Legal entity (LLP, Co., OPC. & Partnership Etc)
- Legal Drafting.
- Business Advisory.
- Various other registrations for startups under various laws.

### Audits

- Tax Audits.
- Internal & Statutory Audits of Indian Companies.
- Stock & Book Debt Audits.
- Investigations & Special Audits as required by the management.
- Fixed Assets Verification etc

### Taxation

- Tax planning & Filing of Returns for all entities viz., Individuals, HUF's, Firms, Companies, and Trusts etc.
- Transfer Pricing Certification under the (Indian) Income Tax Act, 1961.
- Income Tax Consultancy Work including guidance for transfer pricing, proper tax planning.
- Indirect tax advisory services – Goods and Services Tax (GST).
- Representing clients before tax authorities.

## Company Law Matters

- Incorporation of company.
- Consultancy on Company Law matters.
- Planning for Mergers, Acquisitions, De-mergers, and Corporate re-organizations.
- Filing of annual returns and various forms, documents.
- Secretarial Matters including share transfers.
- Maintenance of Statutory records.
- Consultancy on Public/Rights/Bonus Issue of shares.
- Change of Name, Objects, Registered Office, etc.

## Fund Raising

Financing is necessary at every stage of a business life cycle. We build detailed forecast models and advise on ideal & minimum size of funding required for the business, based on multiple sensitivity scenarios. We leverage on its experience in negotiating with all parties involved, to bargain the best deal for its client company and its promoters.

- Preparation Bank Loan Application
- Preparation of project report
- Preparation of CMA data
- Working Capital
- Term Loan
- Project Finance
- Bank guarantee
- Loan against property
- MSME Loans

**Focus of  
Kumar Vadisala &  
Associates**

**Focus on Client Satisfaction and Communication**

The firm aspires to render sound professional services importance to client's satisfaction in terms of timely and effective delivery of services. The firm recognizes that open and ongoing communications with the client is imperative for ensuring timely response to the client's requirements and execution to be foremost. The firm, by utilizing the experience and expertise of the partners, has devised a risk based audit approach to ensure that the audits, besides ensuring compliance, help in identification of critical areas where business related controls require improvements thus enabling the management to take actions to strengthen the controls. A gap between the clients' expectation and perception of the client's requirements is highly undesirable. Thus emphasis is on defining clients' requirements, feedback and using this communication process to enhance services rendered.

**List of Companies/Corporations Audited**

<b>S No.</b>	<b>Name of Entity</b>	<b>Type of Assignment</b>
1	Visakhapatnam BAR Association	Internal Audit
2	Cambridge Educational Society	Statutory Audit
3	Dhruvem Pharmaceuticals	Tax Audit
4	Ganesh Forwarders	Internal Audit
5	Helping Hearts For the needy	Statutory Audit
6	KSR MRF Tyres	Tax Audit
7	NMMDC	Tax Audit
8	Ocean Vista bay Ventures	Tax Audit
9	NGENIOUS TECHNOLOGIES	Statutory Audit
10	Ralla Bella Educational & Charitable Trust	Statutory Audit
11	Sai Sampath profiles Pvt ltd	GST Audit
12	Sundari Enclave Owners Welfare Association	Audit
13	Sumedha Knowledge Centre Private Limited	Statutory Audit
14	SG Climatronix India Private Limited	Statutory Audit
15	SLGS Pharamaceutical	GST Audit
16	Uniqueframe Creations Private Limited	Statutory Audit
17	Sarathi Imports and Exports	Statutory Audit
18	Vishnu Port Shipping Private Ltd	Statutory Audit
19	Winhide Private Ltd	Tax Audit
20	Harisvanikk Leders Private Limited	Statutory Audit
21	Amaze Leder Chemie Private Limited	Statutory Audit

Kumar Vadisala & Associates

22	Adrith Leathers Private Limited	Statutory Audit
23	Raghava Sri Sai Constructions Private Limited	Statutory Audit
24	Evergreen Forest Private Limited	Statutory Audit
25	Mayaa Enterprises	Tax Audit
26	Asta Lakshmi trading company	Statutory Audit
27	Bay Breeze Resorts	Tax Audit

# Uppalapati & Associates LLP

Cost Accountants & Management Consultants

Visakhapatnam

CONSULTING

SUPPORT

KNOWLEDGE

SERVICE



# About Us

Uppalapati & Associates LLP is a firm of Cost Accountants established in the year 2002 by Senior Cost Accountant having rich experience in Industry and Practice





# The Team

**Uppalapati Prakash**

M.Com., B.L, FCMA

Partner

**Udandrao Lakshmana Rao**

M.Com., FCMA

Partner

**Kalavalapalli Sanyasi Rao**

M.Com., FCMA

Partner

**Nemmadi Ramu Naidu**

B.Com., ACA, ACMA, FAFD

Associate

# Partner's Profile-Uppalapati Prakash

A Cost and Management Accountant (CMA) with more than 30 years of industry and audit experience

Industries worked in India and Abroad : Cement, Steel, Chemicals Engineering, Automobile Components, Power Generation, Ferro Alloys and Shipyards

Areas of expertise: Costing & Budgeting, Finance & Accounting, Taxation, ERP, Project Management, Management Information System, Cost Audit, GST Audit, System Design and Implementation



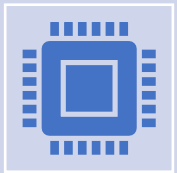
# Major Assignments by Uppalapati Prakash



Cost Management System for a green field integrated steel plant with large capacity



BaaN ERP implementation for one of the major automobile spares manufacturer



System Design & Implementation of a major EPC companies having large storage terminal



Project finance reports for industries involved in steel, cement and engineering spares

# Partner's Profile-Udandrao Lakshmana Rao

A Cost and Management Accountant (CMA) with more than 25 years of industry and audit experience and recipient of UGC Merit Scholarship at graduation level

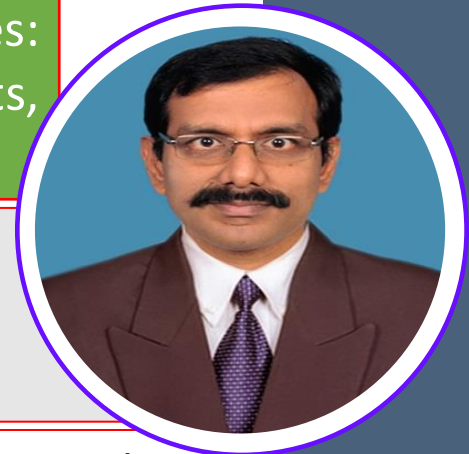
Industries worked in India and Abroad with major business conglomerates: Cement, EPC, FMCG, Technology, Water Purification, Automobile Components, Telecom Infrastructure

Areas of Expertise: Financial Accounting, Cost & Management Accounting, GST, Business Process Re-engineering, ERP, Project Management, Business Analytics and Six Sigma

Author of many articles in reputed journals on various contemporary topics involving Strategic Cost Management, Economy, Technology and Sustainability. Authored Guidance Note Internal Audit of Cement Industry & Risk Based Internal Audit published by ICAI-CMA

Speaker and visiting faculty of Regional Training Institute of Controller & Auditor General, Western Region. Also at National Academy of Customs, Indirect Taxes & Narcotics (NACIN)

Qualified Insolvency Professional (IP) registered with Insolvency and Bankruptcy Board of India (IBBI)



# Major Assignments by Udandrao Lakshmana Rao

Demerger activities of a division of major group in India, automation and ERP implementation of post-demerger activities to meet the foreign investors reporting requirement

SAP implementation at factory level as a Key User. Handled Six Sigma Projects as a Green Belt and CFO of Six Sigma projects, qualified Black Belt examination of major FMCG & Software conglomerate in India

As an SAP Certified consultant of Accenture, implemented FICO module

Change Champion of a cloud ERP transformation for a automobile spares manufacturer

Hub and Spoke model to expedite sales collections of an Indian Subsidiary of USA based company

Cost Management System for a green field integrated steel plant with large capacity. Costing Manual for a major manufacturer of drip irrigation pipes.

# Partner's Profile-Kalavalapalli Sanyasi Rao

A Cost and Management Accountant with more than 40 years of industry and audit experience

Industries worked  
Integrated Steel Plant and Power

Areas of Expertise: Costing, Budgeting, Financial Accounting, Corporate Accounts, Inventory Control, Branch Sales Accounting, Foreign Orders execution, Direct Taxes, Indirect Taxes, Treasury Management, Mining Operations Accounting, Contract Management, Project Management, Management Information System, Implementation of systems, procedures and control, Standard Operating Procedures (SOP)

Qualified Insolvency Professional (IP) registered with Insolvency and Bankruptcy Board of India (IBBI)



# Associate Profile-Ramu Naidu Nemmadi

A Chartered Accountant and Cost and Management Accountant with more than 5 years of audit experience

## Industries

Power, Aerospace and Defense, Banking, Construction

## Areas of Expertise

Statutory Audit, Forensic Audit, Internal Audit, Concurrent Audit, Tax Audit  
FTP, FEMA, GST, Project Finance

Qualified Forensic Audit and Fraud Detection (FAFD) Professional of the Institute of Chartered Accountants of India (ICAI)

- All India 41<sup>st</sup> Ranker at CMA Inter level and Merit Scholarship recipient ICAI
- State 7<sup>th</sup> Ranker (Combined Andhra Pradesh) in Intermediate (+2)
- Pratibha Scholarship recipient of Government of Andhra Pradesh



# Major Assignments by Ramu Naidu Nemmadi

Forensic Audit of a  
major business unit

Process Audit of an  
engineering tools  
manufacturing  
company

HRMS audit of mid-  
size software  
company





# Services

Accounting

Budgeting

Costing

Direct Taxation

ERP  
Implementation

Financial Process  
Outsourcing

Goods and  
Services Tax

Internal Audit &  
Cost Audit

Systems Design  
and Audit

Preparation of  
Accounting,  
Costing and  
Process Manuals

Project Reports

SEZ and EOU  
Matters



# Contact Us



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Thank you

