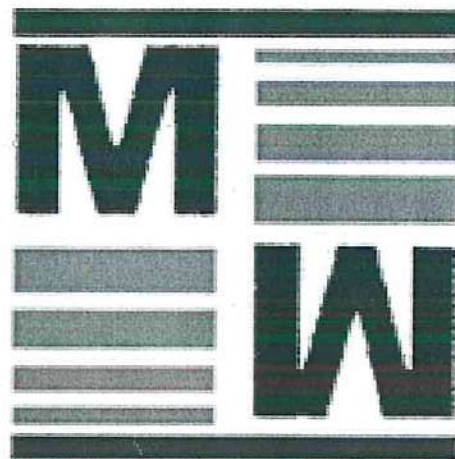


**40th**  
**FINANCIAL STATEMENTS FOR THE**  
**FINANCIAL YEAR**  
**2020-21**



**MIDWEST GRANITE PRIVATE LIMITED**

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**No.8-2-684/3/25&26, ROAD No:12, BANJARA HILLS,  
HYDERABAD – 500 034**

**MIDWEST GRANITE PRIVATE LIMITED**

**NOTICE OF 40<sup>th</sup> ANNUAL GENERAL MEETING**

Notice is hereby given to all members of **M/s. MIDWEST GRANITE PRIVATE LIMITED** that the 40<sup>th</sup> Annual General Meeting of the Company will be held at the Registered Office of the Company at 8-2-684/3/25 & 26, Road No.12, Banjara Hills, Hyderabad -500 034 on Tuesday, the 30<sup>th</sup> day of November, 2021 at 01:00 P.M. to transact the following business (es) at shorter notice:

**AS ORDINARY BUSINESS:**

**1. To receive, consider and adopt:**

- (a) the Audited Financial Statements of the Company for the year ended 31<sup>st</sup> March, 2021, together with the reports of the Board of Directors and the Auditors thereon; and
- (b) the Audited Consolidated Financial Statements of the Company for the year ended 31<sup>st</sup> March, 2021, together with the Report of the Auditors thereon.

**AS SPECIAL BUSINESS:**

**2. RATIFICATION OF REMUNERATION TO COST AUDITORS FOR THE FINANCIAL YEAR 2021-2022:**

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

**“RESOLVED THAT** pursuant to the provisions of Section 148 and all other applicable provisions of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force), and such other permissions as may be necessary, the payment of the remuneration of Rs. 1,00,000/- (Rupees One Lakh) excluding applicable Taxes plus reimbursement of out of pocket expenses at actual payable to M/s PKR & Associates LLP(Firm Registration No. S200006), who were appointed as “Cost Auditors” by the Board of Directors in their meeting held on 04.09.2021 to conduct the audit of cost records maintained by the Company for Financial Year ending 31<sup>st</sup> March,2022, be and is hereby ratified and approved.”

**BY ORDER OF THE BOARD  
FOR MIDWEST GRANITE PVT LTD**



**K. Ranganayakamma  
Chairman  
DIN: 00033569**



**Place: Hyderabad  
Date: 15/11/2021**

**NOTES:**

- 1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY OR PROXIES TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. PROXIES IN ORDER TO BE EFFECTIVE MUST BE DEPOSITED WITH THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE MEETING.**
- 2. THE STATEMENT PURSUANT TO SECTION 102(1) OF THE COMPANIES ACT, 2013 WITH RESPECT TO THE SPECIAL BUSINESS SET OUT IN THE NOTICE IS ANNEXED.**
3. A person can act as a proxy on behalf of members not exceeding 50 (Fifty) and holding in aggregate not more than ten percent of the total share capital of the Company carrying voting rights. A member holding more than ten percent of the total share capital of the company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder.
4. Members are requested to quote their Registered Folio No on all correspondence with the Company.



**ANNEXURE TO THE NOTICE**  
**EXPLANATORY STATEMENT UNDER SECTION 102(1) OF THE COMPANIES**  
**ACT, 2013**

**ITEM NO. 2: RATIFICATION OF REMUNERATION PAYABLE TO COST AUDITORS:**

The Board has approved the appointment and remuneration of the Cost Auditors M/s PKR & Associates LLP (Firm Registration No. S200006) to conduct the audit of the cost records of the Company for the financial year ending 31<sup>st</sup> March, 2022 for a remuneration of Rs. 1,00,000/- excluding applicable taxes and reimbursement of out of pocket expenses at actual in their meeting held on 04.09.2021.

In accordance with the provisions of Section 148 of the Companies Act, 2013 read with Companies (Audit and Auditors) Rules, 2014 the remuneration payable to the Cost Auditors is required to be ratified by the Shareholders of the Company.

Accordingly, approval of the members is requested for passing an Ordinary Resolution as set out at item no. 2 of the Notice for ratification of the remuneration payable to the Cost Auditors to conduct audit of the cost records of the Company for the Financial Year ending 31<sup>st</sup> March, 2022.

Relevant documents referred in respect of the said item are open for inspection by the members at the Registered Office of the Company on all working days during 2.30 p.m. to 4.30 p.m. up to the date of the Meeting.

None of the Directors, Key Managerial Personnel of the Company or their relatives are, in any way, concerned or interested in the resolution set out at item No.2 of the Notice.

The Board recommends the Ordinary Resolution as set out at Item No.2 for ratification/approval of the shareholders.

**BY ORDER OF THE BOARD  
FOR MIDWEST GRANITE PVT LTD**

*K Rangaiah*

**K. Ranganayakamma  
Chairman  
DIN: 00033569**



**Place: Hyderabad  
Date: 15/11/2021**



**MIDWEST GRANITE PRIVATE LIMITED**

**DIRECTORS' REPORT**

To

The Members,

Your Directors have pleasure in presenting the 40<sup>th</sup> Annual Report and Audited Financial Statements for the year ended 31<sup>st</sup> March, 2021. Consolidated performance of the Company and its subsidiaries has been referred to wherever required.

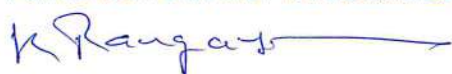
1. **FINANCIAL RESULTS:**

Particulars	STANDALONE		CONSOLIDATED	
	2020-21	2019-2020	2020-21	2019-2020
	Rs.	Rs.		Rs.
Profit/ (loss) before Depreciation	71,05,09,389	33,51,13,322	101,28,42,005	38,76,62,585
Less: Depreciation	14,24,87,808	13,12,74,038	18,42,70,026	17,75,51,874
Profit before tax	56,80,21,581	20,38,39,284	82,85,71,979	21,01,10,711
Less: Income Tax Expense:				
Current Tax	15,45,00,000	5,40,00,000	23,80,00,000	5,38,77,627
Deferred Tax	(84,42,468)	(54,95,351)	(1,15,72,207)	(76,25,500)
Total Tax Expenses	14,60,57,532	4,85,04,649	22,64,27,793	4,62,52,127
Net Profit/ (Loss) after tax	<b>42,19,64,049</b>	<b>15,53,34,635</b>	<b>60,21,44,186</b>	<b>16,38,58,584</b>
Other comprehensive income after tax for the year	(19,21,098)	(30,26,474)	(2,45,93,967)	3,90,40,427
<b>Total Comprehensive Income for the year</b>	<b>42,00,42,951</b>	<b>15,23,08,161</b>	<b>57,75,50,219</b>	<b>20,28,99,011</b>
Total Comprehensive Income attributable to Owners of the Company	--	--	54,29,11,932	19,93,42,585
Total Comprehensive Income attributable to Non Controlling Interest	--	--	3,46,38,287	35,56,426
Earnings / (Loss) Per Share				
Basic	<b>5030.70</b>	<b>1700.56</b>	<b>7178.83</b>	<b>1793.88</b>
Diluted	<b>5030.70</b>	<b>1700.56</b>	<b>7178.83</b>	<b>1793.88</b>

2. **STATEMENT OF AFFAIRS AND FUTURE OUT LOOK:**

The Company achieved a turnover of Rs. 212,99,13,906/- against turnover of Rs. 189,10,18,084/- during the previous year on standalone basis. Your company has earned a Profit of Rs. 42,00,42,951/-. The Board of Directors expects better results in future.

For MIDWEST GRANITE PRIVATE LIMITED



Director

For MIDWEST GRANITE PRIVATE LIMITED



Director

On consolidated basis, revenue from operations for FY 2020-2021 was at Rs. 379,98,11,111/- against Rs. 257,20,77,106/- during the previous year. Your Company has earned a profit of Rs. 57,75,50,219/- against Rs. 20,28,99,011/- profit during the previous year.

3. **DIVIDEND:**

Considering the performance and the state of affairs of the Company and keeping in view of funds requirement for business expansion, the Board of Directors did not recommend dividend for the financial year ended March 31, 2021

4. **DIRECTORS:**

Pursuant to Section 149 of the Companies Act, 2013, the Board of Directors of the Company is duly constituted with Mr. K.Ramacandra, Mrs. K.Ranganayakamma, Mr. G. Ravindra Reddy and Mrs. Kukreti Soumya as Directors of the Company. During the year no changes took place in the constitution of the Board of Directors of the Company.

5. **BOARD MEETINGS: -**

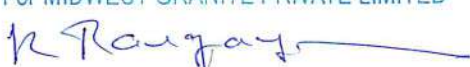
During the financial year **12 (Twelve)** Board Meetings were duly convened and held. The intervening gap between the meetings was within the period prescribed under the Companies Act, 2013. The dates of the Board Meetings are: **10.06.2020, 08.08.2020, 04.09.2020, 14.09.2020, 01.10.2020, 13.10.2020, 26.10.2020, 09.12.2020, 30.12.2020, 01.03.2021, 05.03.2021 and 25.03.2021**

During the financial year **3 (Three)** Corporate Social Responsibility Committee Meetings were duly convened and held. The dates of the CSR committee meetings are : 10.06.2020, 09.12.2020 and 25.03.2021

6. **DIRECTORS' RESPONSIBILITY STATEMENT:**

Pursuant to Section 134(5) of the Companies Act, 2013 the Board of Directors of the Company confirms that:

- a) In the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- b) The directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and the Profit of the Company for that period;
- c) The directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- d) The directors had prepared the annual accounts on a going concern basis; and

For MIDWEST GRANITE PRIVATE LIMITED  


Director

For MIDWEST GRANITE PRIVATE LIMITED  


Director



- e) Internal financial controls have been laid down and such controls are adequate and operating effectively; and
- f) Proper systems have been devised to ensure compliance with the provisions of all applicable laws and those systems are adequate and operating effectively.

7. **AUDITORS:**

M/s. Majeti & Co, Chartered Accountants, Hyderabad (Firm Registration Number 15975S) were appointed as Statutory Auditors of the Company in the Annual General Meeting of the Company held on 15<sup>th</sup> December, 2018 for a term of Five consecutive years (i.e., 2019-2024) commencing from the conclusion of the 37<sup>th</sup> Annual General Meeting until the conclusion of the 42<sup>nd</sup> Annual General Meeting to be held for the Financial Year 2023-2024.

In terms of the provisions relating to statutory auditors forming part of the Companies Amendment Act, 2017, notified on May 7, 2018, ratification of appointment of Statutory Auditors at every AGM is no more a legal requirement. Accordingly, the Notice convening the ensuing AGM does not carry any resolution on ratification of appointment of Statutory Auditors.

Further the Auditors have confirmed that they are not disqualified from continuing as Auditors of the Company.

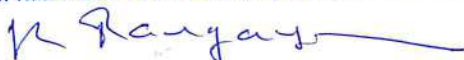
8. **EXPLANATION OR COMMENTS ON QUALIFICATIONS, RESERVATIONS OR ADVERSE REMARKS OR DISCLAIMERS MADE BY THE AUDITORS IN THEIR REPORT:**

Referring to the Basis for Qualified Opinion in the Consolidated Auditors report Para(a), viz. As detailed in Note no.42(i) to the consolidated financial statements for the year ended March 31, 2021, Holding company in its standalone financial statements has considered outstanding Trade Receivables, Capital advances, Supplier advances, CWIP and Other Advances as at March 31, 2021 includes of Rs. 6,76,16,122/-, Rs. 6,59,78,574/- and Rs. 62,34,000/- respectively outstanding for a period more than one-year as good and fully recoverable as at March 31, 2021 for which the Management felt that these amount are recoverable and company is in the process of recovery of the said amount for the parties mentioned therein.

Referring to the Basis for Qualified Opinion in the Consolidated Auditors report Para (b), the Board clarifies that there was a complete cessation of activities of BEML Midwest Limited, a subsidiary Company since September, 2008 and matters relating to the said Company is sub-judice before the Company Law board (now National Company Law Tribunal) pending Investigation and Inquiry into the affairs of the Company. Consequently, the said financial statements have not been consolidated with its Holding Company.

Referring to the Basis for Qualified Opinion in the Consolidated Auditors report Para(c),

- i. According to the information and explanations given to Statutory Auditors of Reliance Diamond Tools Private Limited and (Srilanka), a subsidiary company and South Asia Granite and Marble Private Limited (Srilanka), a step down subsidiary company, they have not conducted the physical verification of stocks in view of COVID LOCKDOWN



Director



Director



as at the balance sheet date. Stocks as at the 31<sup>st</sup> March 2021 have been included in the accounts at management valuation amounting to Rs.3,24,28,038/- and Rs. 5,23,66,311/- respectively for the two Companies.

Your Board of Directors confirmed that due to COVID-19, the Auditors of the above Companies couldn't physically verify the Stocks and hence they have relied on the management valuation.

- ii. According to the information and explanations given to Statutory Auditors of Reliance Diamond Tools Private Limited and (Srilanka), a subsidiary company and South Asia Granite and Marble Private Limited (Srilanka), a step down subsidiary company, in the opinion of the management there is no need of any provision to be made for expected credit loss in respect of trade receivables outstanding as at 31<sup>st</sup> March 2021 of Rs. 3,26,53,243/- and Rs. 13,86,43,885/- respectively, they are unable to corroborate the managements contention.

Your Board of Directors confirmed that due to COVID-19 the recovery of the trade receivables is delayed. However your Directors initiated the process of collecting the trade receivables from various parties for the amount as stated above.


Referring to the Basis for Qualified Opinion in the Consolidated Auditors report Para (d):

The subsidiaries auditors Reliance Diamond Tools Private Limited and (Srilanka) and South Asia Granite and Marble Private Limited (Srilanka), have qualified their opinion as financial statements are being prepared on going concern basis as there was significant scale-down of Operations in respective companies.

Your Board of directors has confirmed that the scale-down of operations of respective companies are temporary only due to COVID-19 lock down situations.

Referring to the Basis for Qualified Opinion in the Consolidated Auditors report Para (e), the Board of Directors confirm that M/s. Midwest Holdings Limited, Isle of Man, a wholly owned Subsidiary of the Company has six subsidiaries. The consolidated financials of M/s Midwest Holdings Limited, including its six subsidiaries other than Maven Holdings Limited, Mauritius were not audited due to non-requirement of Audit in their Home Country. Further due to delay in finalization of Audit of the Joint Venture i.e M/s. South Coast infrastructure Development Company of Andhra Pradesh Limited with IL & FS group and its Subsidiary M/s. S.C.R Agro Tech Private Limited, the Company consolidated the unaudited financials of the said JV Company including its subsidiary. Further also with regard to the qualifications mentioned by the Auditors of said JV including its Subsidiary your directors have given the following explanations:

Your Directors confirmed that the Company has consolidated the unaudited consolidated financial statements of the said Subsidiaries and the JV Company including its Subsidiary as per the Indian Accountings Standards and the provisions of the Companies Act, 2013 and relevant Rules made thereunder.

For MIDWEST GRANITE PRIVATE LIMITED  


Director

For MIDWEST GRANITE PRIVATE LIMITED  


Director

9. **COST AUDIT:**

Pursuant to the provisions of the Companies Act, 2013, the Board of Directors at their meeting held on 04<sup>th</sup> day of September, 2020, had appointed **M/s. PKR & Associates, Cost Accountants**, as the Cost Auditors of the Company for the FY 2020-2021 to conduct cost audit pertaining to relevant products prescribed under the Companies (Cost Records and Audit) Rules, 2014 as amended from time to time. **M/s. PKR & Associates, Cost Accountants have vast experience in the field of Cost Audit.**

10. **SUBSIDIARY/ JV/ ASSOCIATE COMPANY:**

The Company has Subsidiaries, Associate/Joint Venture Companies within the meaning of Section 2(6) & 2(87) of the Companies Act, 2013 ("Act"). There has been no material change in the nature of the business of the subsidiaries. Pursuant to provisions of Section 129(3) of the Act, a statement containing salient features of the financial statements of the Company's subsidiaries in Form AOC-1 is attached as **Annexure – A** to this Report.

During the year, the Board of Directors ('the Board') reviewed the affairs of the subsidiaries. In accordance with Section 129(3) of the Companies Act, 2013, your directors have prepared consolidated financial statements of the Company, which forms part of this Annual Report.

During the year the investment in Equity Shares in Vendeep Techno Identity Solutions Private Limited was disposed off . During the year One Subsidiary Company viz Midwest Oil Private Limited, India was struck off and dissolved by Registrar of Companies on 16.09.2020 and One JV Company viz Amaya Stones Private Limited , India has applied for Strike Off on 20.09.2019 and was struck off and dissolved by the Registrar of Companies on 25.08.2021.

There was a complete cessation of activities of BEML Midwest Limited, a subsidiary Company since September, 2008 and matters relating to the said Company is subjudice before the National Company Law Tribunal for pending Investigation and Inquiry into the affairs of the Company. Hence the Company could not prepare the financial statements consequently the said financial statements were not consolidated with the Company.

11. **RESERVES:**

During the year, no amount was transferred to General Reserve.

12. **DEPOSITS:**

The company has not accepted any deposits covered under Chapter V of the Companies Act, 2013 ("the Act"). Accordingly, there is no disclosure or reporting required in respect of details relating to deposits.

13. **EXPORTS:**

During the year, your Company has exported Processed Blocks and Polished Slabs etc., and earned foreign exchange of Rs. 74,71,76,837/-.

For MIDWEST GRANITE PRIVATE LIMITED  


For MIDWEST GRANITE PRIVATE LIMITED



Director

Director



14. **MATERIAL CHANGES AND COMMITMENT IF ANY AFFECTING THE FINANCIAL POSITION OF THE COMPANY OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR TO WHICH THIS FINANCIAL STATEMENTS RELATE AND THE DATE OF THEREPORT:**

No material changes and commitments affecting the financial position of the Company occurred between the end of the financial year to which this financial statements relate on the date of this report. However COVID-19 lockdown has affected the operations of the Company temporarily and the Management has taken effective steps to combat the pandemic and hence there is no significant impact on the financial statements of the Company.

Further keeping in view of the expansion of business operations and activities of the Company in other mineral products through acquisition of Iron Ore mines, Manganese Ore mines etc., the Company has altered its MOA. The Company has also altered its AOA inline with the latest amendments of Companies Act, 2013 read with relevant Rules in force.

15. **PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS MADE UNDER SECTION 185 AND 186 OF THE COMPANIES ACT, 2013:**


The Company has given loans during the year in accordance with the provisions of the Companies Act, 2013 read with relevant Rules in force. The details are mentioned in the notes to the Financials Statements. The Company has made investments and provided guarantees/securities under section 185 and 186 of the Companies Act, 2013, which are given in the notes to the financial statements. The Company has made the said investments and provided guarantees/securities in accordance with the limits specified in the said Section with the approval of the Board of Directors/members.

16. **ACCEPTANCE OF UNSECURED LOANS FROM DIRECTORS :**

The Company has not accepted the interest free unsecured loans from its Directors and relatives of Directors during the year .However the outstanding amount details which were accepted in previous year in accordance with relevant rules in force details are mentioned in the notes to Financial Statements.

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

The transactions entered with related parties for the year under review were on arms length basis and in the ordinary course of business. However the transactions mentioned in the AOC-2 are covered under exemption notification issued by the Ministry of Corporate Affairs dated 05.06.2015 i.e the transactions falling under section 188 of the Companies Act, 2013 between holding and subsidiary/JV/Associates for which the said section was not applicable. Hence the provisions of Section 188 of the Companies Act, 2013 are not attracted for the transactions between the companies stated supra. Further, there are no material related party transactions during the year with the Promoters, Directors or Key Managerial Personnel. However pursuant to Section 134(3)(h) & Rule 8(2) of the Companies (Accounts) Rules, 2014 = AOC-2 is enclosed as **Annexure-B**.

For MIDWEST GRANITE PRIVATE LIMITED  


Director

For MIDWEST GRANITE PRIVATE LIMITED  


Director



**18. CORPORATE SOCIAL RESPONSIBILITY:**

The brief outline of the Corporate Social Responsibility (CSR) Policy of the Company and the initiatives undertaken by the Company on CSR activities during the year are set out in **Annexure-C** of this report in the format prescribed in the Companies (Corporate Social Responsibility Policy) Rules, 2014. The policy is available on the website of the Company.

At the stand alone level, the total expenditure to be incurred on CSR activities, as specified in Schedule VII of the Companies Act, 2013, was Rs.37,28,000 /-.

Pursuant to the provisions of the Companies Act, 2013 and other Rules made there under, the gross amount required to be spent by the Company during the year amounting to Rs.37,28,000/- i.e., Two percent of the average net profits during the said preceding three years. The amount allocated for the spending on account of CSR expenditure is Rs. 37,28,000/-. Total Amount Spent during the year was Rs. 39,07,930/-. There is no unspent amount left over during the year.

**19. EXTRACT OF ANNUAL RETURN:**

Pursuant to The Companies (Amendment) Act, 2017, notification dated 3<sup>rd</sup> January, 2018, Companies having a website are required to place the copy of the Annual Return on the website of the Company. The annual return for the year ended 31.03.2021 is available in the link [http://midwestgranite.com/images/MGPL\\_ANNUALRETURN\\_31032021.pdf](http://midwestgranite.com/images/MGPL_ANNUALRETURN_31032021.pdf). However the extract of Annual Return in erstwhile MGT-9 format pursuant to the provisions of Section 92 read with Rule 12 of the Companies (Management and administration) Rules, 2014 is furnished in **Annexure D** and is attached to this Report for information to the members of the Company.

**20. RISK MANAGEMENT:**

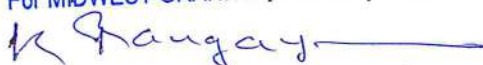
The Company is committed to a proactive approach to risk management which is based on the principles of creating risk awareness and anticipating and taking preventing action to manage/mitigate risks. Considering the minimal exposure of the Company to the risk threatening the Company's existence, the Company has not framed any Risk Management Policy.

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

The information regarding Energy Conservation, Technology Absorption, Foreign Exchange Earnings and Outgo as required by section 134(3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 are given below :

**A. CONSERVATION OF ENERGY:**

- i. The Operations of the Company require extensive use of power and the company is supplementing its power requirement by use of generators installed in the Factory.
- ii. There is no impact of the measures at (i) and (ii) above for reduction of energy consumption and consequent impact on the cost of production of goods.



Director



Director

iii. Disclosure under Form A is not applicable to the Company.

**B. TECHNOLOGY ABSORPTION:**

**FORM B**

(Disclosure of particulars with respect to technology Absorption)

**i) Research and Development (R & D):**

Specific areas in which R & D carried out by the Company : NIL  
Benefits derived as a result of the above : NIL  
Future plan of action : NIL  
Expenditure on R & D : NIL  
**ii) Technology absorption, adaptation and innovation : NIL**

**C) FOREIGN EXCHANGE EARNINGS AND OUT GO:**

(On receipts and payments basis)  
Rupees)

(Amount in

Particulars	2020-21	2019-2020
<b>Foreign Exchange Earnings:</b>		
F.O.B Value of Exports	74,71,76,837	82,74,14,283
Interest Income	-	-
Dividend Income	-	-
Service Charges	-	-
Misc. Income	-	-
<b>Foreign Exchange outgo:</b>		
Value of Imports	3,90,45,229	9,18,68,372
Travelling Expenses	-	73,12,652
Loan re-payment.	-	72,59,664
Interest	-	1,78,867
Professional Charges	-	31,22,732

**22. PARTICULARS OF EMPLOYEES:**


The provisions as defined under Section 197 of the Companies Act, 2013, read with Rule 5(2) and 3 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are not applicable to the Company. Hence the details are not provided pursuant to the provisions stated above. However the remuneration paid to the Directors is mentioned in the notes to the financial statements.

For MIDWEST GRANITE PRIVATE LIMITED



Director

For MIDWEST GRANITE PRIVATE LIMITED



Director



23. **INTERNAL COMPLAINT COMMITTEE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:**

The Company has constituted committee under the sexual harassment of women at workplaces wherever applicable (prevention, prohibition and Redressal) Act, 2013 and complied with the provisions of the same.

The Company is committed to provide a safe and conducive work environment to its employees during the financial year. Your Directors further state that during the financial year, there were no cases filed pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

24. **SECRETARIAL STANDARDS:**

The Company has complied with the applicable Secretarial Standards as notified from time to time.

25. **BUY-BACK OF EQUITY SHARES:**

During the year the Board of Directors in their meeting held on 14<sup>th</sup> September, 2020 had approved the buy-back of equity shares of the Company up to 18,000 (Eighteen Thousand ) and the Company has bought back 17,030 (Seventeen Thousand and Thirty) fully paid up equity shares of face value of ₹100/- each for an aggregate consideration of Rs. 7,66,35,000. The buy-back offer was opened from 30.09.2020 to 14.10.2020 and buy-back process was completed on 23.10.2020 in compliance with the provisions of the Companies Act, 2013 read with Relevant Rules in force.

26. **INTERNAL FINANCIAL CONTROLS AND BOARD RESPONSIBILITY:**

Based on the framework of internal financial controls and compliance systems established and maintained by the Company, work performed by the statutory auditors and external consultants, including audit of internal financial controls over financial reporting by the statutory auditors, and the reviews performed by management and the board is of the opinion that the Company's internal financial controls were adequate and effective during FY 2020-2021.

For MIDWEST GRANITE PRIVATE LIMITED  


Director

For MIDWEST GRANITE PRIVATE LIMITED



Director



27. **ACKNOWLEDGEMENTS:**

The Board of Directors would like to place on record its appreciation towards all the employees & the managerial personnel of the company for their contribution in the operations of the company during the year under review. The Directors would also like to record their sincere thanks to the Company's bankers, Central and State Government officials, customers, vendors and the shareholders for their continued support and co-operation.

**BY ORDER OF THE BOARD  
FOR MIDWEST GRANITE PVT LTD**

*K Ranganayakamma*

**K. Ranganayakamma  
Chairman  
DIN: 00033569**



*K. Ramachandra*  
**K. Ramachandra  
Director  
DIN: 00060086**

**Place: Hyderabad  
Date: 15/11/2021**

Form AOC-1

ANNEXURE-A

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules)

Statement containing salient features of the financial statement of subsidiaries/associate companies/joint ventures  
Part "A": Subsidiaries

(Amounts in Rs. Lakhs)

SL. NO.	NAME of the Subsidiary Company	Reporting period-Country	Currency & Rate-last day of F.Y	Share Capital	Reserves & Surplus	Total Assets	Total Liabilities	Investments	Turnover	Profit Before Tax	Profit After Tax	Proposed Dividend	% Of Share holding
1	Midwest Gold Limited (formerly nova Granites (India) Limited)	31.03.2021 (India)	INR	327.00	(1286.83)	1355.45	1355.45	--	37.07	(154.64)	(138.21)	--	70.63%
2	*Reliance Diamond Tools private Limited, Srilanka	31.03.2021 (Srilanka)	LKR Exchange Rate 0.36898	103.40	985.91	2699.28	2699.28	0	-	(172.92)	(172.92)	--	99.99%
3	Andhra Pradesh Granite (Midwest) Private Limited	31.03.2021 (India)	INR	1000	2827.37	8992.50	8992.50	1.52	16055.26	3686.17	2775.91	--	85.00%
4	Midwest ** Holdings Limited, Isle of Man	31.03.2021 (ISLE OF MAN)	USD Exchange rate 73.4241	1301.18	1608.69	8760.67	8760.67	0	-	(108.33)	(108.33)	--	100%
5	Midwest oil Private Limited	31.03.2021 (India)	INR	The company has applied for strike off under the provisions of Companies Act, 2013 on 31 <sup>st</sup> August, 2019 vide. SRN H86185576. Consequently, the company was struck off and dissolved by Registrar of Companies on 16.09.2020.									
6	BEML Midwest Limited	31.03.2021 (India)	INR	No Accounts were prepared since there was a Management dispute between the Joint Venture Partners i.e Midwest Granite Pvt. Ltd and BEML Limited and Investigation is pending as per the Order of Company Law Board, Chennai									
7	Amaya Smart Technologies Private Limited	31.03.2021 (India)	INR	97.75	(111.60)	04.61	04.61	-	-	(1.81)	(1.81)	--	99.99

For MIDWEST GRANITE PRIVATE LIMITED

For MIDWEST GRANITE PRIVATE LIMITED

Director

Director

8	RDT Diamond Tools Private Limited	31.03.2021 (India)	INR	250	(550.25)	969.75	-	728.51	(607.95)	(504.28)	--	100
9	Midwest Neostone Pvt.Ltd.	31.03.2021 (India)	INR	871.00	(152.44)	908.06	-	-	(50.24)	(50.23)	-	100
10	Midwest Mining Pvt.Ltd.	31.03.2021 (India)	INR	99.98	(33.00)	67.71	-	-	(0.27)	(0.27)	-	99.99
11	Midwest Energy Private Limited	31.03.2021 (India)	INR	246.97	(141.28)	124.25	-	-	(86.17)	(86.44)	-	100
12	Deccan Silica LLP	31.03.2021 (India)	INR	73.17	(5.34)	68.36	-	-	(0.19)	(0.19)	-	75

\*M/s. South Asia Granite & Marble Pvt. Ltd, a step down subsidiary Company through M/s. Reliance Diamond Tools Private Limited, Srilanka wherein the details were consolidated into the said M/s Reliance Diamond Tools Private Limited and presented in this statement.

\*\*The financial figures stated in item No.4 are unaudited consolidated figures of Step down subsidiaries viz Maven Holdings Ltd, Mauritius, Midwest Africa Lda, Mozambique, Midwest Cercoal Lda, Midwest Gondana Lda, Midwest Koriba Lda and Midwest Texara Lda, Mozambique through M/s. Midwest Holdings Limited, Isle of man since there is no audit requirement in the home country i.e Isle of Man and also in Mozambique. Hence the financial statements were not audited.

For MIDWEST GRANITE PRIVATE LIMITED

*R Rangaraj*

Director

For MIDWEST GRANITE PRIVATE LIMITED

*[Signature]*

Director



**Part "B": Associates and Joint Ventures**

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

Name of associates	*South Coast Infrastructure Development Company of Andhra Pradesh Limited	**Amaya Stones Pvt.Ltd	SMW Granites LLP
1. Latest audited Balance Sheet Date	31.03.2021	31.03.2021	31.03.2021
2. No. of Shares of Associate held by the company on the year end	25,000	24995	N.A
Amount of Investment in Rs in lakhs)	2.5	2.4995	40
Extent of Holding%	50	50	50
3. Description of how there is significant influence	Being 50% share holder and having common directors	Being 50% share holder	Being holding 50% share -as Partner
4. Reason why the associate is not consolidated	N.A	N.A	N.A
5. Net worth attributable to shareholding as per latest audited Balance Sheet	(101.79)	N.A	61.72
6. Profit/Loss for the year			
i. Considered in Consolidation	(3.525)	N.A	1.56
ii. Not Considered in Consolidation	NA	N.A	NA

\*The financial figures of M/s. S.C.R. Agrotech Private Limited, a subsidiary of M/s. South Coast Infrastructure Development Company of Andhra Pradesh Limited were consolidated and the details were mentioned accordingly.

\*\* M/s. Amaya Stones Private Limited- The company has applied for strike off under the provisions of Companies Act, 2013 and the Company was struck off w.e.f 25.08.2021. Hence no financials were prepared and no data was given.

**For and on behalf of the Board**



*K Ranganayakamma*

**K. Ranganayakamma**  
Chairman, DIN: 00033569

**Place: Hyderabad**  
**Date: 15/11/2021**

## ANNEXURE-B

### Form No. AOC-2

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

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

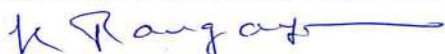
#### 1. Details of contracts or arrangements or transactions not at arm's length basis:

The Company has not entered into any contract or arrangement or transactions with its related parties which is not arms length during the Financial Year 2020-2021.

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

The details of material contracts or arrangements or transactions at arm's length basis for the year ended 31<sup>st</sup> March, 2021 are as follows:

Name(s) of the related party and nature of relationship	Nature of contracts/arrangements /transactions	Duration of the contracts / arrangements/transactions	Salient terms of the # contracts or arrangements or transactions	The Value of the Contract/arrangement (In Rs)	Amount paid as Advance (In Rs)
K.Ramachandra , Director	Rental Agreement	10 years	Normal terms and conditions at arms length basis in the ordinary course of business	Rs. 42,00,000/-	NIL
Midwest Gold Limited( Subsidiary Company)	Rental Arrangement	01.04.2020 to 31.03.2021	Normal terms and conditions at arms length basis in the ordinary course of business	Rs. 1,20,000/-	NIL
Midwest Gold Limited( Subsidiary Company)	Sale of Goods	One time basis	Normal terms and conditions at arms length basis in the ordinary course of business	Rs. 33,08,000/-	NIL
RDT Diamond Tools Private Limited	Lease Arrangement	01.11.2015 to 31.10.2025	Normal terms and conditions at arms length basis in the ordinary course of business	7,32,048/- for the year	NIL



Director

For MIDWEST GRANITE PRIVATE LIMITED



Director



Wholly owned Subsidiary Company)					
RDT Diamond Tools Private Limited ( Wholly owned Subsidiary Company)	Purchase of Goods	On continuous basis i.e invoice to invoice	Normal terms and conditions at arms length basis in the ordinary course of business	Rs. 28,00,000/-	NIL
Andhra Pradesh Granite (Midwest) Private Limited (Subsidiary Company)	Equipment Hire Charges	On continuous basis i.e invoice to invoice	Normal terms and conditions at arms length basis in the ordinary course of business	Rs.7,33,35,880/-	NIL
Andhra Pradesh Granite (Midwest) Private Limited (Subsidiary Company)	Sale of Goods	One time basis	Normal terms and conditions at arms length basis in the ordinary course of business	44,22,720	NIL
Andhra Pradesh Granite (Midwest) Private Limited (Subsidiary Company)	Purchase of Goods	One time basis	Normal terms and conditions at arms length basis in the ordinary course of business	Rs.16,56,141/-	NIL
Baahula Minerals (Firm in which Company is 50% Partner)	Purchase of Goods	On long-term basis	Normal terms and conditions at arms length basis in the ordinary course of business	Rs. 20,00,00,000 Advance for purchases as on 31.03.2021 Rs. 5,22,55,313	Advance given during the year : Rs. 88,00,000/-

For MIDWEST GRANITE PRIVATE LIMITED

For MIDWEST GRANITE PRIVATE LIMITED

*K. Rangar*

Director

*K. S.*

Director

SMW Granites LLP (LLP in which Company is 50% Partner)	Rental Arrangement	01.04.2020 to 31.03.2021	Normal terms and conditions at arms length basis in the ordinary course of business	Rs. 2,03,280/-	NIL
SMW Granites LLP (LLP in which Company is 50% Partner)	Sale of Granite Blocks	On continuous basis i.e from invoice to invoice.	Normal terms and conditions at arms length basis in the ordinary course of business	Rs. 47,12,300/-	NIL

# Since the contracts were entered into in the ordinary course of business and on arms length basis and further such transactions are exempted between the Holding Company and Subsidiary/Associate/ JV vide notification G.S.R 464 (E) –Exemption to Private Companies ,dated 05.06.2015 and hence no approvals are required either by the Board of Directors or share holders of the Company. However the above transactions were done with the approval of the members in their meeting held on 06.07.2020.

**BY ORDER OF THE BOARD  
FOR MIDWEST GRANITE PVT LTD**



**K. Ranganayakamma  
Chairman  
DIN: 00033569**

**Place: Hyderabad  
Date: 15/11/2021**





**K. Ramachandra  
Director  
DIN: 00060086**



## ANNEXURE-C

### ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY (CSR) ACTIVITIES

(Pursuant to Sec 135 of the Companies Act, 2013 read with Rule 8 of Companies  
(Corporate Social Responsibility Policy) Rules, 2014

#### 1. Brief outline on CSR Policy of the Company:-

- **RURAL DEVELOPMENT PROJECTS:** Strengthening rural areas by improving accessibility, housing, drinking, water, sanitation, power and livelihoods, thereby creating sustainable villages.
- **EDUCATION:** Promoting education, including special education and employment- enhancing vocational skills especially among children, women, elderly and the differently abled, and livelihood enhancement projects; monetary contributions to academic institutions for establishing endowment funds, chairs, laboratories, etc., with the objective of assisting students in their studies.
- **HEALTH CARE:** Contribute to universal quality health care, eradicating extreme hunger, malnutrition, promote sanitation, making available safe drinking water.
- **GENDER EQUALITY AND EMPOWERMENT OF WOMEN:** Promoting gender equality and empowering women; setting up homes, hostels and day care centers for women and orphans; setting up old age homes and such other facilities for senior citizens; and adopting measures for reducing inequalities faced by socially and economically backward groups.
- **ENVIRONMENTAL SUSTAINABILITY:** Ensuring environmental sustainability, ecological balance, conservation of natural resources and maintaining the quality of soil, air and water
- **NATIONAL HERITAGE, ART AND CULTURE:** Protecting national heritage, religious places, art and culture including restoration of structures, buildings and sites of historical importance and works of art; setting up public libraries; promoting and developing traditional arts and handicrafts.
- Contribution to the Prime Minister's National Relief Fund or any other Fund set-up by the Central Government or the State Governments for Socio Economic Development and Relief.
- Contribution for the benefit of armed forces veterans, war widows and their dependents, Central Armed Police Forces (CAPF) and Central Para Military Forces (CPMF) veterans, and their dependents including widows;
- Training to promote rural sports, nationally recognised sports, Paralympic sports and Olympic sports
- Contribution to incubators or research and development projects in the field of science, technology, engineering and medicine, funded by the Central Government or State Government or Public Sector Undertaking or any agency of the Central Government or State Government or any not for profit entity;
- Contributions to public funded Universities engaged in conducting research in science, technology, engineering and medicine aimed at promoting Sustainable

Development Goals (SDGs)

- Contribution for slum area development, disaster management, including relief, rehabilitation and reconstruction activities.

**2. Composition of CSR Committee as on 31<sup>st</sup> March, 2021**

S.No.	Name of Director	Designation/ Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
1.	<b>K. Ranganayakamma</b>	<b>Director/ Chairman CSR Committee</b>	<b>3</b>	<b>3</b>
2.	<b>Kollareddy Ramachandra</b>	<b>Director</b>	<b>3</b>	<b>3</b>
3.	<b>Kukreti Soumya</b>	<b>Director</b>	<b>3</b>	<b>3</b>

3. The web-link where Composition of CSR Committee, CSR Policy and CSR projects approved by the Board are disclosed on the website of the Company are provided below:

• The composition of the CSR Committee:	
• CSR Policy:	<a href="http://www.midwestgranite.com/reports/pdf/csrapolicy.pdf">www.midwestgranite.com/reports/pdf/csrapolicy.pdf</a>
• CSR Projects as approved by the Board:	

4. **Details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social Responsibility Policy) Rules, 2014, if applicable:**

Not required, as there was no expenditure beyond `1 crore/project.

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

Sl. No.	Financial Year	Amount available for set-off from preceding Financial Years (in Rs.)	Amount required to be set-off for the Financial Year, if any (in Rs.)
For MIDWEST GRANITE PRIVATE LIMITED Not Applicable			



Director

For MIDWEST GRANITE PRIVATE LIMITED



Director



6. Average net profit of the Company as per section 135(5) of the Companies Act, 2013: Rs. 18,63,99,938/-
7. (a) Two percent of average net profit of the Company as per section 135(5) of the Companies Act, 2013: Rs. 37,28,000
- (b) Surplus arising out of the CSR Projects or programmes or activities of the previous financial years: Nil
- (c) Amount required to be set off for the Financial Year, if any: Nil
- (d) Total CSR obligation for the Financial Year (7a+7b-7c): Rs. 37,28,000
8. (a) CSR amount spent or unspent for the Financial Year:
- (b) Details of CSR amount spent **against ongoing projects** for the Financial Year: **Nil**
- (c) Details of CSR amount spent **against other than ongoing projects** for the Financial Year:

Total Amount Spent during the Financial Year 20-21 (in Rs.)	Amount Unspent (in Rs.)				
	Total Amount transferred to Unspent CSR Account as per section 135(6)		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5)		
	Amount	Date of transfer	Name of the Fund	Amount	Date of transfer
39,07,930	Not applicable		Not applicable		

Sl No.	Project Name	Item from the list of activities in Schedule VII to the Companies Act, 2013 (Section 135)	Local area (Yes/No)	Location of the project		Project duration	Sum of amount allocated for the project (in Rs.)	Sum of amount spent in the current Financial Year (in Rs.)	Amount transferred to Unspent CSR Account for the project as per Section 135(6) (in Rs.)	Mode of Implementation - Direct (Yes/No)	Mode of Implementation - Through Implementing Agency	
				State	District						Name	CSR Registration number
1.	Promoting Health	Schedule VII (i)	Yes	Telangana	Mahabubabad	Less than one year	29,16,000/-	29,16,000	Nil	Direct - Yes	NA	NA

For MIDWEST GRANITE PRIVATE LIMITED

*K Rangaut*

Director

For MIDWEST GRANITE PRIVATE LIMITED

*K. Rangaut*

Director

	thcar e											
2.	Pro moti ng Educ ation	Schedul e VII (ii)	Yes	Tel ang ana	Mah boob abad	Less than one year	51,00 0	51,00 0	Nil	Direct – Yes	NA	NA
3.	Rura l Dev elop ment	Schedul e VII	Yes	Tel ang ana	Mah boob abad , Sury apet	Less than one year	9,40,9 30/-	9,40,9 30	Nil	Direct - Yes	NA	NA

(d) Amount spent in Administrative Overheads: Nil

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

(f) Total amount spent during the Financial Year: 39,07,930

(g) Excess amount for set off, if any

Sl.No.	Particular	Amount (in Rs.)
i.	Two percent of average net profit of the Company as per section 135(5)	37,28,000
ii.	Total amount spent for the Financial Year	39,07,930
iii.	Excess amount spent for the Financial Year [(ii)-(i)]	1,79,930
iv.	Surplus arising out of the CSR projects or programmes or activities of the previous Financial Years, if any	Nil
v.	Amount available for set off in succeeding Financial Years [(iii)-(iv)]	1,79,930

9. (a) Details of Unspent CSR amount for the preceding three Financial Years:

Sl. No.	Preceding Financial Year	Amount trans-ferred to Unspent CSR Account under section 135 (6) (in Rs.)	Amount spent in the reporting Financial Year (in Rs.)	Amount transferred to any fund specified under Schedule VII as per section 135(6), if any			Amount remaining to be spent in succeeding Financial Years. (in Rs.)
				Name of the	Amount (in Rs.)	Date of transf	

For MIDWEST GRANITE PRIVATE LIMITED

*K Rangaraj*

Director

For MIDWEST GRANITE PRIVATE LIMITED

*K. Rangaraj*

Director



				Fund		er	
Not applicable							

(b) Details of CSR amount spent in the Financial Year for ongoing projects of the preceding Financial Year(s):

Sl. No.	Project ID	Name of the Project	Financial Year in which the project was commenced	Project duration	Total amount allocated for the project (in Rs.)	Amount spent on the project in the reporting Financial Year (in Rs.)	Cumulative amount spent at the end of reporting Financial Year (in Rs.)	Status of the project Completed /Ongoing
Not applicable								

10. Details of creation or acquisition of capital asset acquired through CSR spent in the Financial Year :

- (a) Date of creation or acquisition of the capital asset(s): Not Applicable  
(b) Amount of CSR spent for creation or acquisition of capital asset: Not Applicable  
(c) Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc: Not Applicable  
(d) Provide details of the capital asset(s) created or acquired: Not Applicable (including complete address and location of the capital asset)

11. Specify the reason(s), if the Company has failed to spend two per cent of the average net profit as per section 135(5): Not applicable

For and on behalf of the Board

Place: Hyderabad  
Date: 15/11/2021

*K. Ranganayakamma*  
K. Ranganayakamma  
Chairman-CSR Committee  
DIN: 00033569



*K. Ramachandra*  
Mr. K. Ramachandra  
Member-CSR Committee  
DIN: 00060086

**ANNEXURE -D  
Form No. MGT-9**

**EXTRACT OF ANNUAL RETURN**

**As on the financial year ended on 31<sup>st</sup> March,2021**

[Pursuant to Section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]

**I. REGISTRATION AND OTHER DETAILS:**

S. No.	Particulars	
1	CIN	U14102AP1981PTC003317
2	Registration Date	11 <sup>th</sup> December, 1981
3	Name of the Company	MIDWEST GRANITE PVT. LTD.
4	Category / Sub-Category of the Company	Company Limited by Shares
5	Address of the Registered Office & contact details:	8-2-684/3/25&26, Road No.12, Banjara Hills, Hyderabad, Telangana-500034 E-mail:cs@midwestgranite.com
6	Whether Listed Company	No
7	Name, Address and Contact details of Registrar /Transfer Agent	N. A.

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

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

S.NO	Name and description of main products / services	NIC Code of the Product/ Service	% TO TOTAL TURNOVER OF THE COMPANY
1	Quarrying of Granite	08102*	94%

\* As per National Industrial Classification – Ministry of Statistics and Programme Implementation

# On the basis of Gross Turnover

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

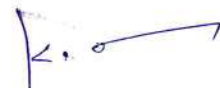
Sl.No.	NAME and address of the Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of shares held	Applicable Section
1.	Andhra Pradesh Granite (Midwest)Private Limited Add: 8-2-684/3/25&26, Road No.12, Banjara Hills, Hyderabad- 500034.	U14102TG2007PTC054390	Subsidiary Company	84.99%	2(87)
2.	Midwest Gold Limited (formerly Nova Granites (India)Limited)	L13200KA1990PLC011396	Subsidiary Company	70.62%	2(87)

For MIDWEST GRANITE PRIVATE LIMITED

For MIDWEST GRANITE PRIVATE LIMITED



Director



Director



	Add: 25-A, Attibele Industrial Area, Attibele, Bangalore District, Karnataka-562107				
3.	Reliance Diamond Tools Private Limited, Srilanka. Add: Biyagama Export Processing Zone, Walgama, Malwana, Biyagama, Srilanka.	N.A	Subsidiary Company	99.99%	2(87)
4.	South Asian Granite & Marble Pvt.Ltd, Add: Biyagama Export Processing Zone, Walgama, Malwana, Biyagama, Srilanka.	N.A	Step Down Subsidiary Company through Reliance Diamond Tools Pvt.Ltd, Srilanka	99.99%	2(87)
5.	RDT Diamond Tools Private Limited, Add: 8-2-684/3/25&26, Road No.12, Banjara Hills, Hyderabad- 500034.	U29220TG2010PTC067989	Subsidiary Company	100%	2(87)
6.	Midwest Holdings Limited, Isle of Man Add: First Names House, Victoria Road, Douglas IM2 4DF, Isle of Man	N.A	Subsidiary Company	100%	2(87)
7.	Midwest Cercoal LDA., Add: AV 25, Setembro, 1230-Block -5 Maputo-Mozambique	N.A	Step Down Subsidiary Company through Midwest Holdings Ltd, Isle of Man	100%	2(87)
8.	Midwest Gondana LDA., Add: AV 25, Setembro, 1230-Block -5 Maputo-Mozambique	N.A	Step Down Subsidiary Company through Midwest Holdings Ltd, Isle of Man	100%	2(87)
9.	Midwest Koriba LDA., Add: AV 25, Setembro, 1230-Block -5 Maputo-	N.A	Step Down Subsidiary Company	100%	2(87)

For MIDWEST GRANITE PRIVATE LIMITED

For MIDWEST GRANITE PRIVATE LIMITED

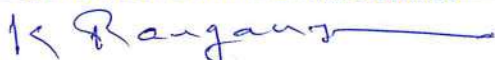
*K. Rangay*

Director

Director

	Mozambique		through Midwest Holdings Ltd, Isle of Man		
10.	Midwest Texara LDA., Add: AV 25, Setembro, 1230-Block -5 Maputo- Mozambique	N.A	Step Down Subsidiary Company through Midwest Holdings Ltd, Isle of Man	100%	2(87)
11	Maven Holdings Ltd, Level -3 Ebene House, Hotel Avenue , 33 Cyber City, Ebene, 72201, Mauritius	N.A	Step Down Subsidiary Company through Midwest Holdings Ltd, Isle of Man	90.87%	2(87)
12.	Midwest Africa LDA., Add: AV 25, Setembro, 1230-Block -5 Maputo- Mozambique	N.A	Step Down Subsidiary Company through, Maven Holdings Ltd, Mauritius	100%	2(87)
13.	BEML Midwest Limited Add: 8-2-684/3-55, Banjara Green Colony, Road No. 12, Banjara Hills, Hyderabad, Telangana-500034.	U13204AP2007PLC053653	Subsidiary Company	54.92%	2(87)
14.	Amaya Smart Technologies Private Limited Add: 8-2-684/3/25&26, Road No.12, Banajara Hills, Hyderabad- 500034.	U72900TG2014PTC094879	Subsidiary Company	99.99	2(87)
15.	Midwest Neostone Pvt. Ltd, Add: D.No.35-065-138, Mangamuru Road, South By-pass Road Behind Y.S.R. Congress Party office Ongole, Prakasam, AP 523002 INDIA	U26990AP2017PTC104823	Subsidiary Company	100	2(87)
16.	Midwest Mining Private Limited Add: 8-2-684/3/25&26	U13209TG2010PTC068427	Subsidiary Company	99.99	2(87)

For MIDWEST GRANITE PRIVATE LIMITED



Director

For MIDWEST GRANITE PRIVATE LIMITED



Director



	Road No.12, BanjaraHills, Hyderabad- 500034.				
17.	Midwest Energy Private Limited Add: 8-2-696 & 697, Flat No.2, Road No.12, Banjara Hills, Hyderabad, Telangana-500034	U40200TG2018PTC126847	Subsidiary Company	99.99	2(87)
18.	Deccan Silica LLP Add: 8-2-684/3/25&26, Road No.12, Banjara Hills, Hyderabad-500034.	AAE-1887	Subsidiary	86.33	2(87)
19.	Amaya Stones Private Limited Add: First Floor, D.NO.35-065-138, Mangamuru Road, South By-pass Road, Behind Y.S.R.C.P. Office Ongole Prakasam AP 523002 IN	U14220AP2014PTC095297	Associate	50	2(6)
20.	South Coast Infrastructure Development Company of Andhra Pradesh Limited  Add: 8-2-684/3/25&26, Road No.12, Banjara Hills, Hyderabad- 500034.	U45200TG2007PLC052299	Joint Venture	50.00	2(6)
21.	S.C.R. Agrotech Pvt. Ltd.  Add: 8-2-684/3/25&26, Road No.12, Banjara Hills, Hyderabad- 500034.	U01112TG2006PTC050586	Joint Venture through South Coast Infrastructure Development Company of Andhra Pradesh Limited	50.00	2(6)
22.	SMW Granites LLP  Sy.No. 175/5, Teegalaveni Village, Gudur Mandal, Warangal , Telangana-506112	AAD-0693	JV	50	2(6)
23.	Baahula Minerals Add: 8-2-684/3/25&26, Road No.12, Banjara Hills, Hyderabad-500034.		JV Partnership Firm	50	2(6)

For MIDWEST GRANITE PRIVATE LIMITED

*K Rangana*

Director

For MIDWEST GRANITE PRIVATE LIMITED

*K*

Director

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

**i) Category-wise Share Holding**

S. No	Category of Shareholders	No. of shares held at the beginning of the year (As on 01-04-2020)				No. of shares held at the end of the year (As on 31-03-2021)				% of change during the year
		Demat A/c	Physical	Total	% of Total Shares	Demat A/c	Physical	Total	% of Total Shares	
	<b>Promoters</b>									
A										
1)	Indian									
	a)Individual	0	91,343	91,343	100	0	74313*	74313*	100	(18.64)
	b)Company	0	0	0	0	0	0	0	0	Nil
	Sub total	<b>0</b>	<b>91,343</b>	<b>91,343</b>	<b>100</b>	<b>0</b>	<b>74313</b>	<b>74313</b>	<b>100</b>	<b>(18.64)</b>
2)	Foreign									
	a)Individuals	-	-	-	-	-	-	-	-	Nil
	b)Company	-	-	-	-	-	-	-	-	Nil
	Sub total	-	-	-	-	-	-	-	-	Nil
	<b>Grand Total</b>	<b>0</b>	<b>91,343</b>	<b>91,343</b>	<b>100</b>	<b>0</b>	<b>74313</b>	<b>74313</b>	<b>100</b>	<b>(18.64)</b>

\* The Company has bought back equity shares over an extent of 17,030 and extinguished in accordance with the provisions of the Companies Act, 2013 read with relevant Rules in force.

For MIDWEST GRANITE PRIVATE LIMITED

*12 Rangay*

Director

For MIDWEST GRANITE PRIVATE LIMITED

*[Signature]*

Director



ii. Shareholding of Promoters

S.No.	Shareholder's Name	Shareholding at the beginning of the year (As on 01-04-2020)			Shareholding at the end of the year (As on 31-03-2021)			% of change during the year
		No. of	% of the total	% of shares	No. of	% of the total	% of shares	
		Shares	shares of the company	Pledged to total shares	Shares	shares of the company	Pledged to total shares	
1	Mr. K. Rama Raghava Reddy	65186	71.36	NIL	64886	87.3	NIL	15.94
2	M/s.M.V.V.Nagi Reddy (HUF) represented by its Karta Mr.M.V.V.Nagi Reddy	7274	7.96	NIL	0	0	NIL	(7.96)
3	Mrs.M. Padmavati	2080	2.28	NIL	0	0	NIL	(2.28)
4	Mrs. V.Prameela Rani	7064	7.73	NIL	0	0	NIL	(7.73)
5	Mr. G.Ravindra Reddy	7066	7.74	NIL	7000	9.41	NIL	1.68
6	Mrs. K. Ranganayakamma	2327	2.55	NIL	2227	3.0	NIL	0.55
7	Mrs. K. Soumya	173	0.19	NIL	100	0.13	NIL	(0.06)
8	Mr.K.Ramachandra	173	0.19	NIL	100	0.13	NIL	(0.06)
	<b>TOTAL</b>	<b>91343</b>	<b>100</b>	<b>NIL</b>	<b>74313</b>	<b>100</b>	<b>NIL</b>	<b>(18.64)</b>

iii) Change in Promoters' Shareholding

S.No	Particulars	Shareholding at the beginning of the year (As on 01-04-2020)		Shareholding at the end of the year (As on 31-03-2021)	
		No. of share	%of the total Shares of the company	No. of share	%of the total shares of the Company
1	At the beginning of the year		91,343		74313

For MIDWEST GRANITE PRIVATE LIMITED

*K. Rangay*

Director

For MIDWEST GRANITE PRIVATE LIMITED

*K. Rangay*

Director

2	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/sweat equity etc)	NIL	Due to buy back of shares on 23.10.2020 the Equity Share Capital of the Company was reduced
3	At the End of the year	91,343	74313

#### V. INDEBTEDNESS :

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
<b>Indebtedness at the beginning of the financial year</b>				
i) Principal Amount	54,32,65,590	3,38,18,366	NIL	57,70,83,956
ii) Interest due but not paid	NIL	NIL	NIL	NIL
iii) Interest accrued but not due	20,95,837	NIL	NIL	20,95,837
<b>Total (i+ii+iii)</b>	<b>54,53,61,427</b>	<b>3,38,18,366</b>	<b>NIL</b>	<b>57,91,79,793</b>
<b>Change in Indebtedness during the financial year</b>				
* Addition	23,48,20,328	NIL	NIL	23,48,20,328
* Reduction	(21,35,16,774)	(3,10,68,366)	NIL	(24,45,85,141)
<b>Net Change</b>	<b>2,13,03,554</b>	<b>(3,10,68,366)</b>	<b>NIL</b>	<b>(97,64,813)</b>
<b>Indebtedness at the end of the financial year</b>				
i) Principal Amount	56,40,83,969	27,50,000	NIL	56,68,33,969
ii) Interest due but not paid	NIL	NIL	NIL	NIL
iii) Interest accrued but not due	25,81,011	NIL	NIL	25,81,011
<b>Total (i+ii+iii)</b>	<b>56,66,64,980</b>	<b>27,50,000</b>	<b>NIL</b>	<b>56,94,14,980</b>

#### VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

##### A. Remuneration to Managing Directors/Executive Directors/ Whole Time

##### Directors:

SN.	Particulars of Remuneration	Name of DIRECTOR			Total Amount
		K. Ranganayakamma	K. Soumya	K.Ramachandra	
1	Gross salary	-	-	-	-
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act.	60,71,683	1,01,28,026	56,93,086	2,18,92,795

K Ranganayakamma

Director

K. Soumya

Director



	1961				
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-	-
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	-	-	-	-
2	Stock Option	-	-	-	-
3	Sweat Equity	-	-	-	-
4	Commission - as % of profit - others, specify...	4,36,94,006	2,91,29,337	2,91,29,337	10,19,52,680
5	Others, please specify	-	-	-	-
	<b>Total (A)</b>	<b>4,97,65,689</b>	<b>3,92,57,363</b>	<b>3,48,22,423</b>	<b>12.38,45,475</b>
	Ceiling as per the Act	N.A	N.A	N.A	N.A

#### B. Remuneration to Other Directors

SN.	Particulars of Remuneration	Name of Directors				Total Amount
		G. Ravindra Reddy				
1	Independent Directors	-	-	-	-	-
	Fee for attending board committee meetings	-	-	-	-	-
	Commission	-	-	-	-	-
	Others, please specify	-	-	-	-	-
	Total (1)	-	-	-	-	-
2	Other Non-Executive Directors	-	-	-	-	-
	Fee for attending board committee meetings	-	-	-	-	-
	Commission	-	-	-	-	-
	Others, Professional fee for services	10,50,000	-	-	-	10,50,000
	Total (2)	10,50,000	-	-	-	10,50,000
	Total (B)=(1+2)	10,50,000	-	-	-	10,50,000
	Total Managerial Remuneration	10,50,000	-	-	-	10,50,000
	Overall Ceiling as per the Act	-	-	-	-	-

#### C. Remuneration to key managerial personnel other than MD/Manager/WTD

SN	Particulars of Remuneration	Key Managerial Personnel			
1	Gross salary				
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	-	-	-	-
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-	-

For MIDWEST GRANITE PRIVATE LIMITED  
K. Rangay

Director

For MIDWEST GRANITE PRIVATE LIMITED

Director

	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-	-	-	-
2	Stock Option	-	-	-	-
3	Sweat Equity	-	-	-	-
4	Commission	-	-	-	-
	- as % of profit	-	-	-	-
	others, specify...	-	-	-	-
5	Others, please specify	-	-	-	-
	Total				

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

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

BY ORDER OF THE BOARD  
FOR MIDWEST GRANITE PVT LTD

Place: Hyderabad  
Date: 15/11/2021



K. Ranganayakamma  
Chairman  
DIN: 00033569



K. Ramachandra  
Director  
DIN: 00060086







**INDEPENDENT AUDITOR'S REPORT  
To The Members of MIDWEST GRANITE PRIVATE LIMITED  
Report on the Audit of the Standalone Financial Statements**

**Qualified Opinion**

We have audited the accompanying standalone financial statements of **MIDWEST GRANITE PRIVATE LIMITED** ("the Company"), which comprise the Balance Sheet as at 31<sup>st</sup> March, 2021, and the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Cash Flows and the Statement of Changes in Equity for the year then ended, and 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, except for the possible effects of the matter described in the Basis for Qualified Opinion section below, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March 2021, and its profit, total comprehensive income, its cash flows and the changes in equity for the year ended on that date.

**Basis for Qualified Opinion**

Note no.39(i) to the Ind AS financial statements, where in management has considered outstanding Capital advances, Supplier advances, and Advance in Capital work in progress of Rs.6,76,16,122/-, Rs. 6,59,78,574/-, and Rs.62,34,000/- respectively outstanding for a period more than one-year as good and fully recoverable as at the balance sheet date. For reasons stated in the aforesaid note, and due to confirmations being not available and pending reconciliation adjustments we are unable to comment on the recoverability of these advances and its consequential effect on these financial statements.

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





### **Information Other than the Financial Statements and Auditor's Report Thereon**

- The Company's Board of Directors is responsible for the other information. The other information comprises the Directors report including annexures to directors' report but does not include the standalone financial statements and our auditor's report thereon which is expected to be made available to us after the date.
- Our opinion on the standalone financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.
- In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.
- When we read the Director report including annexures to directors' report If, we conclude that there is a material misstatement of this other information, we are required to communicate the matter to board of directors and take appropriate action as applicable under relevant laws and regulations.

### **Management's Responsibility for the Standalone Financial Statements**

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the Ind AS and other accounting principles generally accepted in India. 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 financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone financial statements, 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.

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





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

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

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

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

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





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

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.

### Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, based on our audit we report that:

- a) We have sought and except for the matter described in sub-paragraph (b) of the Basis for Qualified Opinion section above, obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b) Except for the effects/ possible effects of the matter(s) described in the Basis for Qualified Opinion section above, in our opinion, proper books of account as required by law have been kept by the Company.
- c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, the Statement of Cash Flows and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.
- d) Except for the possible effects of the matter(s) described in the Basis for Qualified Opinion section above, in our opinion, the aforesaid standalone financial statements comply with the Ind AS specified under Section 133 of the Act.
- e) The matter(s) described in the Basis for Qualified Opinion section above in our opinion, may have an adverse effect on the functioning of the Company.
- f) On the basis of the written representations received from the directors as on 31<sup>st</sup> March, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March, 2021 from being appointed as a director in terms of Section 164 (2) of the Act.
- g) The qualification relating to the maintenance of accounts and other matters connected therewith are as stated in the Basis for Qualified Opinion section above.
- h) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
- i) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:





- i. The Company has disclosed the impact of pending litigations on its financial position in its standalone financial statements; (refer note no:32 to the standalone financial statements).
  - ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts;
  - iii. There were no amounts which were required to be transferred, to the Investor Education and Protection Fund by the Company during the year ended March 31, 2021.
2. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.



For MAJETI & CO  
Chartered Accountants  
Firm's Registration No: 015975S

  
Kiran Kumar Majeti  
Partner  
Membership No: 220354  
UDIN: 21220354AAAACG5084

Place: Hyderabad  
Date: October 18, 2021

**ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT**

**(Referred to in paragraph 1(h) 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 Section 143 of the Companies Act, 2013 ("the Act")**

We have audited the internal financial controls over financial reporting of **MIDWEST GRANITE PRIVATE LIMITED** ("the Company") as of March 31, 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 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, 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.

**Auditor's Responsibility**

Our responsibility is to express an opinion on the Company's 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 was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, 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 authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

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


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

### **Opinion**

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2021, based on "the criteria for internal financial control over financial reporting 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 MAJETI & CO  
Chartered Accountants  
Firm's Registration No: 015975S

  
Kiran Kumar Majeti  
Partner  
Membership No: 220354  
UDIN: 21220354AAAACG5084

Place: Hyderabad  
Date: October 18, 2021



**ANNEXURE B TO THE INDEPENDENT AUDITOR'S REPORT**

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

- i. (a) The Company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) The fixed assets are physically verified by the Management according to a phased programme designed to cover all the items on rotation basis which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the programme, a portion of the fixed assets has been physically verified by the Management during the year and no material discrepancies have been noticed on such verification.
- (c) According to the information and explanations given to us and the records examined by us and based on the examination of the registered sale deed / transfer deed / conveyance deed provided to us, we report that, the title deeds, comprising all the immovable properties of land and buildings are held in the name of the Company as at the balance sheet date, except the following:

Particulars	Total no. of cases	Gross Block	Net Block	Remarks
Freehold Land	78	3,53,95,068	3,53,95,068	Title deeds are not held in the name of the company which are transferred to the company during the course of merger and are in the process of registration.

- ii. The Inventories of the company have been physically verified at reasonable intervals during the year by the Management. The discrepancies noticed on physical verification of stocks as compared to book records, which in our opinion were not material, have been properly dealt with in the books of account.
- iii. The Company has granted interest free unsecured loan to two Companies, covered in the register maintained under Section 189 of the Companies Act, 2013 ("the Act") prior to 01.04.2014 and interest-bearing unsecured loan to two companies after 01.04.2014. The Company has not granted any secured or unsecured loans to firms, limited liability partnerships or other parties covered in the register maintained under Section 189 of the Act.
  - a) In our opinion, the terms and conditions of loans granted to parties covered in the register maintained under section 189 of the Companies Act. 2013 are not prima facie prejudicial to the interests of the company.
  - b) In respect of the aforesaid loans, no schedule for repayment of principal and payment of interest has been stipulated by the Company. Therefore, in absence of stipulation of repayment terms we do not make any comment on the regularity of repayment of principal and payment of interest.
  - c) In respect of the aforesaid loans, there is no amount which is overdue for more than ninety days.



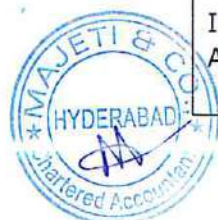


- iv. In our opinion, and according to the information and explanations given to us, the Company has complied with the provisions of Section 185 and 186 of the Companies Act, 2013 in respect of the loans and investments made, and guarantees and security provided by it.
- v. The Company has not accepted any deposits from the public within the meaning of Sections 73, 74, 75 and 76 of the Act and the Rules framed there under to the extent notified.
- vi. Pursuant to the rules made by the Central Government of India, the Company is required to maintain cost records as specified under Section 148(1) of the Act in respect of its products.

We have broadly reviewed the same, and are of the opinion that, prima facie, the prescribed accounts and records have been made and maintained. We have not, however, made a detailed examination of the records with a view to determine whether they are accurate or complete.

- vii. (a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the Company is generally not regular in depositing undisputed statutory dues, including provident fund, Goods and Services Tax, Income tax, Professional Tax, employees' state insurance, and other material statutory dues, as applicable, except Customs Duty, cess with the appropriate authorities.
- (b) According to the information and explanations given to us and the records of the Company examined by us, there are no dues of Provident fund, Employees State Insurance, Income Tax, Goods and Services Tax, Customs duty, cess and other material statutory dues, as applicable, which have not been deposited on account of any dispute. The particulars of dues of sales tax, value added tax as at March 31, 2021 which have not been deposited on account of a dispute, are as follows:

Name of the Statute	Year to which relates	Nature of dues	Amount in Rupees	Forum where dispute is pending
Income Tax Act, 1961	2002-2003	Income Tax and Interest	14,32,627	Income Tax Appellate Tribunal, Hyderabad
Income Tax Act, 1961	2003-2004	Income Tax and Interest	18,01,784	Income Tax Appellate Tribunal, Hyderabad
Income Tax Act, 1961	2004-2005	Income Tax and Interest	36,319	Income Tax Appellate Tribunal, Hyderabad
Income Tax Act, 1961	2008-2009	Income Tax and Interest	45,61,609	Income Tax Appellate Tribunal, Hyderabad
Income Tax Act, 1961	2012-2013	Income Tax and Interest	14,78,090	Income Tax Appellate Tribunal, Hyderabad
Income Tax Act, 1961	2013-2014	Income Tax and Interest	6,20,390	Deputy Commissioner of Income Tax, Circle 16(2), Hyderabad



Income Tax Act, 1961	2014-2015	Income Tax and Interest	23,68,840	Commissioner of Income Tax, Appeals-IV, Hyderabad
Income Tax Act, 1961	2019-2020	Income Tax and Interest	21,87,720	Commissioner of Income Tax, Appeals-IV, Hyderabad
The Central Excise Act, 1944	2006-2012	Excise Duty, Redemption Fine and Penalty	1,85,43,070	Customs, Excise and Service Tax Appellate Tribunal, Hyderabad
Customs Act, 1962	2006-2012	Customs duty, Redemption Fine and Penalty	13,07,41,048	Customs, Excise and Service Tax Appellate Tribunal, Hyderabad
Telangana tax on entry of goods in to local areas act, 2001	2013-2014	Entry tax	51,84,644	Office of the Asst Commissioner (ST), Srinagar colony Circle, Hyderabad
	2014-2015	Entry tax	53,92,115	
	2015-2016	Entry tax	69,44,431	
	2016-2017	Entry tax	46,43,577	
	2017-2018	Entry tax	20,98,469	

- viii. According to the records of the Company examined by us and the information and explanations given to us, The Company has not defaulted in repayment of loans or borrowings to any financial institution or bank or Government as on balance sheet date. There was no amount raised by the company Through the issue of debentures.
- ix. In our opinion, and according to the information and explanations given to us, The Company has not raised any moneys by way of initial public offer, further public offer (including debt instruments) and term loans have been applied for the purposes for which they were obtained.
- x. During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of material fraud by the Company or on the Company by its officers or employees, noticed or reported during the year, nor have we been informed of any such case by the Management.
- xi. The provisions of Section 197 read with Schedule V to the Act are applicable only to public companies. Accordingly, the provisions of Clause 3(xi) of the Order are not applicable to the Company.
- xii. As the Company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to it, the provisions of Clause 3(xii) of the Order are not applicable to the Company.





- xiii. The Company has entered into transactions with related parties in compliance with the provisions of Sections 177 and 188 of the Act. 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, read with Rule 7 of the Companies (Accounts) Rules, 2014. Further, the Company is not required to constitute an Audit Committee under Section 177 of the Act, and accordingly, to this extent, the provisions of Clause 3(xiii) of the Order are not applicable to the Company.
- xiv. The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of Clause 3(xiv) of the Order are not applicable to the Company.
- xv. The Company has not entered into any non-cash transactions with its directors or persons connected with him. Accordingly, the provisions of Clause 3(xv) of the Order are not applicable to the Company.
- xvi. 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 MAJETI & CO  
Chartered Accountants  
Firm's Registration No: 015975S

*M. Kiran Kumar*  
Kiran Kumar Majeti  
Partner  
Membership No: 220354  
UDIN: 21220354AAAACG5084

Place: Hyderabad  
Date: October 18, 2021

**MIDWEST GRANITE PRIVATE LIMITED**  
Balance sheet as at March 31, 2021

(All amounts in Indian Rupees )

Particulars	Note No.	As at March 31, 2021	As at March 31, 2020
<b>ASSETS</b>			
<b>I Non-current assets</b>			
(a) Property, plant and equipment	3	161,40,17,971	148,94,41,611
(b) Capital work-in-progress	3	6,56,97,756	4,62,45,319
(c) Intangible Assets	4A	3,42,585	3,85,785
(d) Right - of - use assets	4B	3,84,23,648	7,86,45,778
(e) Financial assets			
(i) Investments	5	72,74,62,940	71,39,77,284
(ii) Other financial assets	6	7,97,59,110	7,07,85,878
(f) Deferred tax Assets (net)	7	1,58,08,415	67,19,830
(g) Other non-current assets	8(i)	20,39,82,186	17,32,49,252
<b>Total Non-current assets</b>		<b>274,54,94,611</b>	<b>257,94,50,737</b>
<b>II Current assets</b>			
(a) Inventories	9	31,43,19,916	21,17,95,821
(b) Financial assets			
(i) Trade receivables	10	15,05,47,436	7,98,44,375
(ii) Cash and cash equivalents	11	3,81,09,309	2,65,21,826
(iii) Bank balances other than (ii) above	12	23,20,080	22,52,469
(iv) Loans	13 (i)	25,52,21,811	17,60,11,442
(v) Others	13 (ii)	25,48,000	-
(c) Other current assets	8(ii)	24,29,06,818	23,61,13,799
(d) Current tax asset (net)	19(i)	-	1,72,00,803
<b>Total Current assets</b>		<b>100,59,73,370</b>	<b>74,97,40,535</b>
<b>TOTAL ASSETS</b>		<b>375,14,67,981</b>	<b>332,91,91,272</b>
<b>EQUITY AND LIABILITIES</b>			
<b>III Equity:</b>			
(a) Equity share capital	14	74,31,300	91,34,300
(b) Other equity		254,53,46,531	221,80,17,417
<b>Total Equity</b>		<b>255,27,77,831</b>	<b>222,71,51,717</b>
<b>LIABILITIES</b>			
<b>IV Non-current liabilities</b>			
(a) Financial liabilities			
(i) Borrowings	15(i)	32,05,65,680	28,66,89,187
(b) Provisions	16(i)	2,91,85,348	2,91,47,311
(c) Other non-current liabilities	17(i)	2,09,38,836	3,92,66,793
<b>Total Non-current liabilities</b>		<b>37,06,89,864</b>	<b>35,51,03,291</b>
<b>V Current liabilities</b>			
(a) Financial liabilities			
(i) Borrowings	15(ii)	4,55,53,924	13,94,63,530
(ii) Lease liabilities	4C	-	3,95,43,762
(iii) Trade payables:			
- dues to micro and small enterprises (Refer Note -33)		-	-
- dues to others		4,60,18,077	1,47,68,118
(iv) Other financial liabilities	18	49,80,19,738	28,24,27,811
(b) Other current liabilities	17(ii)	20,29,97,832	26,69,73,752
(c) Provisions	16(ii)	80,89,139	37,59,291
(d) Current tax liabilities (net)	19(ii)	2,73,21,576	-
<b>Total current liabilities</b>		<b>82,80,00,286</b>	<b>74,69,36,264</b>
<b>Total liabilities</b>		<b>119,86,90,150</b>	<b>110,20,39,555</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>375,14,67,981</b>	<b>332,91,91,272</b>

The accompanying notes are an integral part of the financial statements

As per our report of even date

For MAJETI & CO.,

Chartered Accountants

Firm's Registration Number:015975S

*M. Kiran Kumar*

Kiran Kumar Majeti

Partner

Membership Number :220354

Hyderabad

October 18,2021



For and on behalf of Board

*K.Ranganayakamma*

K.Ranganayakamma  
Chairman  
DIN:00033569

*K.Ramachandra*

K.Ramachandra  
Director  
DIN:00060086



**MIDWEST GRANITE PRIVATE LIMITED**  
Statement of Profit and Loss for the year ended March 31, 2021

(All amounts in Indian Rupees)

Particulars	Note No.	For the year ended March 31, 2021	For the year ended March 31, 2020
<b>I Revenue from operations</b>	20	212,99,13,906	189,10,18,084
<b>II Other income</b>	21	14,79,30,415	2,56,39,187
<b>III Total Revenue (I+II)</b>		<b>227,78,44,321</b>	<b>191,66,57,271</b>
<b>IV Expenses</b>			
(a) Quarry expenses		29,78,91,042	31,62,89,565
(b) Consumption of stores and spare parts		26,86,69,019	35,37,94,441
(c) Purchase of stock-in-trade		2,75,00,457	2,43,04,633
(d) Changes in inventories of finished goods and work-in-progress	22	(9,08,62,918)	(2,34,93,772)
(e) Employee benefits expense	23	40,10,90,942	25,41,08,322
(f) Finance costs	24	4,53,26,909	5,28,74,741
(g) Depreciation and amortisation expense	25	14,24,87,808	13,12,74,038
(h) Other expenses	26	61,77,19,481	60,36,66,019
<b>Total Expenses (IV)</b>		<b>170,98,22,740</b>	<b>171,28,17,987</b>
<b>V Profit before tax (III- IV)</b>		<b>56,80,21,581</b>	<b>20,38,39,284</b>
<b>VI Tax expense</b>			
(a) Current tax	27	15,45,00,000	5,40,00,000
(b) Deferred tax	27	(84,42,468)	(54,95,351)
<b>Total tax expense</b>		<b>14,60,57,532</b>	<b>4,85,04,649</b>
<b>VII Profit after tax for the year (V-VI)</b>		<b>42,19,64,049</b>	<b>15,53,34,635</b>
<b>VIII Other Comprehensive Income</b>			
(a) Items that will not be reclassified to profit or loss			
(i) Remeasurements of post-employment benefit obligations		(25,67,215)	(40,44,358)
(ii) Income tax relating to items that will not be reclassified to profit or loss		6,46,117	10,17,884
<b>Other Comprehensive Income after tax for the year (VIII)</b>		<b>(19,21,098)</b>	<b>(30,26,474)</b>
<b>IX Total Comprehensive Income for the year (VII+VIII)</b>		<b>42,00,42,951</b>	<b>15,23,08,161</b>
<b>X Earnings per share (Par value of Rs.100 each)</b>			
(a) Basic		5,030.70	1,700.56
(b) Diluted		5,030.70	1,700.56

The accompanying notes are an integral part of the financial statements

As per our report of even date

For MAJETI & CO.,

Chartered Accountants

Firm's Registration Number:015975S

*M. Kiran Kumar*

Kiran Kumar Majeti

Partner

Membership Number :220354

Hyderabad

October 18,2021



For and on behalf of Board

*K. Ranganayakamma*

K.Ranganayakamma

Chairman

DIN:00033569

*K. Ramachandra*

K.Ramachandra

Director

DIN:00060086

**MIDWEST GRANITE PRIVATE LIMITED**  
Statement of changes in equity for the year ended March 31, 2021

(All amounts in Indian Rupees)

**A. Equity share capital**

	Number of Shares	Amount
As at March 31, 2019	91,343	91,34,30
Changes in equity share capital	-	-
<b>As at March 31, 2020</b>	91,343	91,34,30
Changes in equity share capital	(17,030)	(17,03,00)
<b>As at March 31, 2021</b>	<b>74,313</b>	<b>74,31,30</b>

**B. Other Equity**

	Reserves and Surplus					
	Capital reserve	Forfeited shares	Capital Redemption Reserve	General reserve	Retained earnings	Total Other Equity
<b>Balance as at April 01, 2019</b>	1,75,81,057	66,020	1,00,000	23,51,30,449	181,28,31,730	206,57,09,25
<b>Total comprehensive income for the year</b>						
a) Profit for the year	-	-	-	-	15,53,34,635	15,53,34,63
b) Other comprehensive income for the year, net of income tax	-	-	-	-	(30,26,474)	(30,26,47
<b>Total (a+b)</b>	-	-	-	-	15,23,08,161	15,23,08,16
<b>Balance as at March 31, 2020</b>	1,75,81,057	66,020	1,00,000	23,51,30,449	196,51,39,891	221,80,17,41
<b>Balance as at April 01, 2020</b>	1,75,81,057	66,020	1,00,000	23,51,30,449	196,51,39,891	221,80,17,41
Buyback of equity shares, including tax thereon			17,03,000	(9,44,16,837)	-	(9,27,13,837
<b>Total comprehensive income for the year</b>						
a) Profit for the year	-	-	-	-	42,19,64,049	42,19,64,04
b) Other comprehensive income for the year, net of income tax	-	-	-	-	(19,21,098)	(19,21,098
<b>Total (a+b)</b>	-	-	-	-	42,00,42,951	42,00,42,951
<b>Balance as at March 31, 2021</b>	1,75,81,057	66,020	18,03,000	14,07,13,612	238,51,82,842	254,53,46,53

The accompanying notes are an integral part of the financial statements

**Nature and purpose of reserves**

**(i) Capital reserve**

Capital reserve represents share application money received from allottees and forfeiture due to non payment of remaining call money within due date as per terms of issue.

**(ii) General reserve**

General reserve is used for strengthening the financial position and meeting future contingencies and losses.

**(iii) Retained earnings**

This reserve represents the cumulative profits of the company. It includes land revaluation amount of Rs. 5,708 lakhs on transition date which will not be available for declaration of dividend as per Companies (Declaration and payment of Dividend) Rules, 2014.

**(iv) Capital Redemption Reserve**

Capital redemption reserve is created when a company purchases its own shares out of free reserves. A sum equal to the nominal value of the shares so purchased is transferred to capital redemption reserve. The reserve can be utilised in accordance with the provisions of section 69 of the Companies Act, 2013. Capital redemption reserve is not freely available for distribution.

As per our report of even date

For MAJETI & CO.,

Chartered Accountants

Firm's Registration Number:015975S

*M. Kiran Kumar*  
Kiran Kumar Majeti  
Partner  
Membership Number :220354  
Hyderabad  
October 18,2021



For and on behalf of Board

*K. Ranganayakamma*

K.Ranganayakamma  
Chairman  
DIN:00033569

*K. Ramachandra*

K.Ramachandra  
Director  
DIN:00060086



**MIDWEST GRANITE PRIVATE LIMITED**  
Statement of Cash flows for the year ended March 31, 2021

(All amounts in Indian Rupees )

Particulars	For the year ended March 31, 2021	For the year ended March 31, 2020
<b>Cash flow from operating activities</b>		
Profit before tax	56,80,21,581	20,38,39,284
Adjustments for:		
Depreciation and amortisation expense	14,24,87,808	13,12,74,038
Finance costs	4,53,26,909	5,28,74,741
Loss on sale of assets (net)	1,15,99,655	32,64,987
Unrealised foreign exchange (gain)/ loss (net)	20,68,374	(91,00,837)
Net loss/ (gain) arising on financial assets measured at FVTPL	(18,77,290)	10,43,205
Bad debts written off	10,84,538	9,76,275
Book deficit on assets discarded	17,25,814	-
Provision for expected credit losses	4,95,083	10,33,664
Provision for doubtful debts	2,40,48,211	-
Benefits accrued on Key Man insurances	(80,65,571)	-
Provision no longer required written back	(26,08,366)	-
Profit on redemption of non current investments	(25,00,000)	-
Fair value gain on foreign exchange forward contracts (net)	(25,48,000)	1,07,98,950
Provision for doubtful debts no longer required written back	-	(4,12,195)
Balances written (back )/ off (net)	(41,70,167)	1,10,04,731
Dividend income	(6,000)	(3,989)
Interest income	(74,92,248)	(36,70,569)
<b>Operating profit before working capital changes</b>	<b>76,75,90,331</b>	<b>40,29,22,285</b>
<b>Change in operating assets and liabilities</b>		
Trade receivables and other assets	(9,45,17,723)	8,66,47,742
Inventories	(10,25,24,095)	(2,11,36,207)
Trade payables, other liabilities and provisions	11,32,05,874	9,88,40,494
<b>Cash generated from operating activities</b>	<b>68,37,54,387</b>	<b>56,72,74,315</b>
Income tax paid	(12,78,24,540)	(10,24,33,837)
<b>Net cash generated from operating activities</b>	<b>55,59,29,847</b>	<b>46,48,40,478</b>
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment & Capital work in progress	(29,36,17,536)	(35,08,88,552)
Sale proceeds from property, plant and equipment	1,66,07,226	80,07,580
Investment in Subsidiary	(2,19,96,000)	(62,49,950)
Proceeds from Redemption of non current Investments	1,54,96,000	-
Change in bank balances (having original maturity of more than three months) (net)	(32,052)	5,99,948
Interest received	11,50,320	36,67,284
Loan given to subsidiaries	(7,29,04,000)	(1,82,14,432)
Dividend income	6,000	3,989
<b>Net cash ( outflow )from investing activities</b>	<b>(35,52,90,042)</b>	<b>(36,30,74,132)</b>
<b>Cash flows from financing activities</b>		
(Repayment)/ Proceeds of non current borrowings (net)	8,36,59,620	7,53,49,414
(Repayment)/ Proceeds of current borrowings (net)	(9,39,09,606)	(7,15,79,773)
Payment of buyback of equity shares (including tax)	(9,44,16,837)	-
Repayment of lease liability	(4,10,00,000)	(4,80,00,000)
Finance costs paid	(4,33,85,498)	(4,74,25,329)
<b>Net cash inflow from financing activities</b>	<b>(18,90,52,322)</b>	<b>(9,16,55,688)</b>
<b>Net (decrease) in cash and cash equivalents</b>	<b>1,15,87,483</b>	<b>1,01,10,657</b>
Cash and cash equivalents at the beginning of the year	2,65,21,826	1,64,11,169
<b>Cash and cash equivalents at end of the year</b>	<b>3,81,09,309</b>	<b>2,65,21,826</b>

**Notes:**

1. The Cash flow statement has been prepared under the indirect method as set out in Indian Accounting Standard (Ind AS 7)- Statement of Cash Flows.
2. Figures in brackets represents outflows.
3. Taxes paid are treated as arising from operating activities.

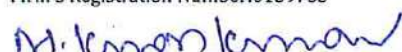
The accompanying notes are an integral part of the financial statements

As per our report of even date

For MAJETI & CO.,

Chartered Accountants

Firm's Registration Number:0159755



Kiran Kumar Majeti

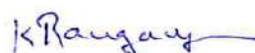
Partner

Membership Number :220354

Hyderabad

October 18,2021

For and on behalf of Board



K.Ranganayakamma

Chairman

DIN:00033569



K.Ramachandra

Director

DIN:00060086

## MIDWEST GRANITE PRIVATE LIMITED

### Notes annexed to and forming part of the Financial Statements

(All amounts in INR, unless otherwise stated)

#### 1. Corporate Information

1.1 Midwest Granite Private Limited (the Company or MGPL) is a Private limited company incorporated under the provisions of erstwhile Companies Act, 1956 with an objective of engaged in the business of quarrying, manufacturing and processing and selling of Granite having its registered office at Hyderabad in the state of Telangana, India.

1.2 Midwest Granite Private Limited was incorporated on 11.12.1981.

1.3 These financial statements are approved and authorized for issue by the Board of Directors on October 18, 2021.

#### 2. Significant accounting policies

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

##### 2.1 Basis of Preparation of financial statements

###### (i) Compliance with Ind AS

The financial statements comply in all material aspects with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 (the Act) Companies (Indian Accounting Standards) Rules, 2015 and other relevant provisions of the Act.

###### (ii) Historical cost convention

The financial statements have been prepared as a going concern on accrual basis of accounting. The company has adopted historical cost basis for assets and liabilities except for certain items which have been measured on a different basis and such basis is disclosed in the relevant accounting policy.

###### (iii) Current and non-current classification

An asset is classified as current, if

- (i) It is expected to be realized or sold or consumed in the company's normal operating cycle;
- (ii) It is held primarily for the purpose of trading;
- (iii) It is expected to be realized within twelve months after the reporting period; or
- (iv) It is cash or a cash equivalent unless it is 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 classified as current, if

- (i) It is expected to be settled in normal operating cycle;
- (ii) It is held primarily for the purpose of trading;
- (iii) It is expected to be settled within twelve months after the reporting period;
- (iv) It has 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.





## MIDWEST GRANITE PRIVATE LIMITED

### Notes annexed to and forming part of the Financial Statements

(All amounts in INR, unless otherwise stated)

All assets and liabilities have been classified as current or non-current as per company's operating cycle and other criteria set out in Schedule-III of the Companies Act, 2013. Based on the nature of business, the Company has ascertained its operating cycle as 12 months for the purpose of current or non-current classification of assets and liabilities.

#### 2.2 Segment Reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the Chief Operating Decision Maker, who is responsible for allocating resources and assessing performance of the operating segments. The Whole Time Director has been identified as the Chief Operating Decision Maker. Refer Note 34 for the segment information presented.

#### 2.3 Foreign currency transactions

##### a) Functional and presentation currency

Items included in the financial statements of the Company are measured using the currency of the primary economic environment in which the entity operates ('the functional currency'). Indian Rupees is the functional currency of the company. The financial statements and all financial information are presented in Indian rupee (INR).

##### b) Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currencies at year end exchange rates are generally recognised in statement of profit and loss. Non-monetary items that are measured in terms of historical cost in a foreign currency, using the exchange rate at the date of the transaction. Non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined. Translation differences on assets and liabilities carried at fair value are reported as part of the fair value gain or loss.

##### c) Derivatives

The Company uses derivative financial instruments, such as forward exchange contracts to hedge its foreign currency risks. Derivatives are initially recognised at fair value and are subsequently remeasured to their fair value at the end of each reporting period. The resulting gains/losses are recognised in Statement of Profit and Loss immediately.

#### 2.4 Critical estimates and judgements

The preparation of financial statements requires the use of accounting estimates which, by definition, will seldom equal the actual results. Management also needs to exercise judgement in applying the Company's accounting policies.

This note provides an overview of the areas that involved a higher degree of judgement or complexity, and of items which are more likely to be materially adjusted due to estimates and assumptions turning out to be different than those originally assessed. Detailed information about each of these estimates and judgements is included in relevant notes together with information about the basis of calculation for each affected line item in the financial statements.



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## MIDWEST GRANITE PRIVATE LIMITED

### Notes annexed to and forming part of the Financial Statements

(All amounts in INR, unless otherwise stated)

The areas involving critical estimates or judgements are:

- Estimation of expected credit loss on financial assets – Note 31(A) (I).
- Useful life of Property, Plant & Equipment – Note 2.7
- Recognition and measurement of defined benefit obligations – Note 2.16
- Estimation of current tax expense and payable
- Estimation of uncertainties relating to the global health pandemic from COVID-19 (COVID-19) – Note 31

Estimates and judgements are continually evaluated. They are based on historical experience and other Factors, including expectations of future events that may have the financial impact of the company and that are believed to be reasonable under the circumstances. Estimates and judgements are continually evaluated. They are based on historical experience and other Factors, including expectations of future events that may have the financial impact of the company and that are believed to be reasonable under the circumstances.

### 2.5 Revenue recognition

#### Sale of Products - Recognition & Measurement

Revenue from the sale of products is recognised at the point in time when the products are delivered to the customer (as it considered as that customer has obtained the control / legal title has been transferred) as per the terms of the contract. Revenue is measured based on the transaction price, which is the consideration, adjusted for volume discounts, service level credits, performance bonuses, price concessions and incentives, if any, as specified in the contract with the customer. Revenue also excludes taxes collected from customers.

The Company's customers pay for products received in accordance with payment terms that are customary in the industry and do not have significant financing components.

For revenues disaggregated by geography and timing of recognition [refer note 20]

#### Dividend Income

Dividend income on investments is accounted for when the right to receive the payment is established, which is generally when shareholders approve the dividend. Dividend income is included in Other Income in the Statement of Profit and Loss.

#### Interest Income

Interest income on all financial assets measured at amortised cost, interest income is recognised using the effective interest rate (EIR) method, is recognised in the statement of profit and loss as part of other income.

Interest income is calculated by applying the effective interest rate to the gross carrying amount of the financial asset except for financial assets that subsequently become credit impaired. For credit impaired financial assets, the effective interest rate is applied to the net carrying amount of the financial asset (after deduction of the expected credit loss).

### 2.6 Leases

#### As a lessee

The Company accounts for each lease component within the contract as a lease separately from non-lease components of the contract and allocates the consideration in the contract to each lease component on the basis of the relative stand-alone price of the lease component and the aggregate stand-alone price of the non-lease components.





## MIDWEST GRANITE PRIVATE LIMITED

### Notes annexed to and forming part of the Financial Statements

(All amounts in INR, unless otherwise stated)

The Company recognises right-of-use asset representing its right to use the underlying asset for the lease term at the lease commencement date. The cost of the right-of-use asset measured at inception shall comprise of the amount of the initial measurement of the lease liability adjusted for any lease payments made at or before the commencement date less any lease incentives received, plus any initial direct costs incurred and an estimate of costs to be incurred by the lessee in dismantling and removing the underlying asset or restoring the underlying asset or site on which it is located. The right-of-use assets is subsequently measured at cost less any accumulated depreciation, accumulated impairment losses, if any and adjusted for any remeasurement of the lease liability. The right-of-use assets is depreciated using the straight-line method from the commencement date over the shorter of lease term or useful life of right-of-use asset. The estimated useful lives of right-of use assets are determined on the same basis as those of property, plant and equipment. Right-of-use assets are tested for impairment whenever there is any indication that their carrying amounts may not be recoverable. Impairment loss, if any, is recognised in the statement of profit and loss.

The Company measures the lease liability at the present value of the lease payments that are not paid at the commencement date of the lease. The lease payments are discounted using the interest rate implicit in the lease, if that rate can be readily determined. If that rate cannot be readily determined, the Company uses incremental borrowing rate. For leases with reasonably similar characteristics, the Company, on a lease by lease basis, may adopt either the incremental borrowing rate specific to the lease or the incremental borrowing rate for the portfolio as a whole. The lease payments shall include fixed payments, variable lease payments, residual value guarantees, exercise price of a purchase option where the Company is reasonably certain to exercise that option and payments of penalties for terminating the lease, if the lease term reflects the lessee exercising an option to terminate the lease. The lease liability is subsequently remeasured by increasing the carrying amount to reflect interest on the lease liability, reducing the carrying amount to reflect the lease payments made and remeasuring the carrying amount to reflect any reassessment or lease modifications or to reflect revised in-substance fixed lease payments. The company recognises the amount of the re-measurement of lease liability due to modification as an adjustment to the right-of-use asset and statement of profit and loss depending upon the nature of modification. Where the carrying amount of the right-of-use asset is reduced to zero and there is a further reduction in the measurement of the lease liability, the Company recognises any remaining amount of the re-measurement in statement of profit and loss.

#### As a lessor

At the inception of the lease the Company classifies each of its leases as either an operating lease or a finance lease. The Company recognises lease payments received under operating leases as income on a straight- line basis over the lease term. In case of a finance lease, finance income is recognised over the lease term based on a pattern reflecting a constant periodic rate of return on the lessor's net investment in the lease. When the Company is an intermediate lessor it accounts for its interests in the head lease and the sub-lease separately. It assesses the lease classification of a sub-lease with reference to the right-of-use asset arising from the head lease, not with reference to the underlying asset. If a head lease is a short term lease to which the Company applies the exemption described above, then it classifies the sub-lease as an operating lease.





## MIDWEST GRANITE PRIVATE LIMITED

Notes annexed to and forming part of the Financial Statements

(All amounts in INR, unless otherwise stated)

### 2.7 Property, Plant and Equipment

#### i) Recognition and measurement

The initial cost of property, plant and equipment comprises its purchase price, including import duties and non-refundable purchase taxes, and any directly attributable costs of bringing an asset to working condition and location for its intended use. It also includes the initial estimate of the costs if any of dismantling and removing the item and restoring the site on which it is located. Items such as spares are capitalized when they meet the definition of property, plant and equipment. If significant parts of an item of property, plant and equipment have different useful lives, then they are accounted for as separate items (major components) of property, plant and equipment. Likewise, expenditure towards major inspections and overhauls are identified as a separate component and depreciated over the expected period till the next overhaul expenditure.

#### ii) Subsequent expenditure

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate in property, plant and equipment the cost of replacing part of such an item when the cost is incurred if the recognised criteria are met. The carrying amount of any component accounted for as separate asset is derecognised when replaced. All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred.

#### iii) Derecognition

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefit is expected to arise from the continued use of the asset. Any gain or loss arising on de-recognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the item) is recognised in profit and loss in the period the item is derecognised.

#### iv) Depreciation expense

Depreciation is charged on straight line basis so as to write off the depreciable amount of the asset over the useful lives specified in Schedule II to the Act. The useful life of the assets is periodically reviewed and re-determined based on a technical evaluation and expected use.

The Company reviews the residual value, useful lives and depreciation method annually and, if expectations differ from previous estimates, the change is accounted for as a change in accounting estimate on a prospective basis.

Leasehold improvements and Leasehold Land are amortised over the lease period.

Deprecation is provided at one hundred percent for assets costing less than Rs.5000/-

### 2.8 Intangible assets and amortization

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortization and accumulated impairment losses, if any.

Nature of Asset	Useful Life
Software	3 Years





## MIDWEST GRANITE PRIVATE LIMITED

### Notes annexed to and forming part of the Financial Statements

(All amounts in INR, unless otherwise stated)

The estimated useful life and amortization method are reviewed at the end of each reporting period, with the effect of any changes in estimate being accounted for on a prospective basis.

## 2.9 Financial Instruments

### Classification, initial recognition and measurement

A financial instrument is any contract that gives rise to a financial asset for one entity and a financial liability or equity instrument for another entity. Financial instruments are recognized on the balance sheet when the Company becomes a party to the contractual provisions of the instrument.

#### (i) Financial Assets

##### Classification:

The Company classifies its financial assets in the following measurement categories:

- those to be measured subsequently at fair value (either through other comprehensive income, or through profit or loss), and
- those measured at amortised cost.

The classification depends on the entity's business model for managing the financial assets and the contractual terms of the cash flows.

For assets measured at fair value, gains and losses will either be recorded in profit or loss or other comprehensive income. For investments in debt instruments, this will depend on the business model in which the investment is held. For investments in equity instruments, this will depend on whether the Company has made an irrevocable election at the time of initial recognition to account for the equity investment at fair value through other comprehensive income.

The Company reclassifies debt investments when and only when its business model for managing those assets changes.

##### At initial recognition

The Company measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at fair value through profit or loss are expensed in profit or loss.

##### Subsequent measurement - Debt instruments

Subsequent measurement of debt instruments depends on the Company's business model for managing the asset and the cash flow characteristics of the asset. There are three measurement categories into which the group classifies its debt instruments:

- At amortised cost:** Financial assets having contractual terms that give rise on specified dates to cash flows that are solely payments of principal and interest on the principal outstanding and that are held within a business model whose objective is to hold such assets in order to collect such contractual cash flows are classified in this category. Subsequently, these are measured at amortized cost using the effective interest method less any impairment losses.





## MIDWEST GRANITE PRIVATE LIMITED

### Notes annexed to and forming part of the Financial Statements

(All amounts in INR, unless otherwise stated)

- ii. **At fair value through other comprehensive income (FVOCI):** Financial assets are measured at fair value through other comprehensive income if these financial assets are held within a business whose objective is achieved by both collecting contractual cash flows on specified dates that are solely payment of principle and interest on the principle amount outstanding and selling financial assets.
- iii. **At fair value through profit or loss (FVTPL):** Financial assets are measured at fair value through profit or loss unless it is measured at amortised cost or at fair value through other comprehensive income on initial recognition. The transaction costs directly attributable to the acquisition of financial assets at fair value through profit or loss are immediately recognised in profit or loss.

#### **Investments in subsidiaries, joint ventures and associates**

Investment in subsidiaries, Joint ventures and associates are measured at cost less impairment loss, if any.

#### **Other Equity Investments**

All other equity investments are measured at fair value, with value changes recognised in Statement of Profit and Loss, except for those equity investments for which the Company has elected to present the value changes in 'Other Comprehensive Income'.

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

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-term deposits, as defined above, net of outstanding bank overdrafts as they are considered an integral part of the Company's cash management.

#### **Trade receivables**

Trade receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less provision for impairment.

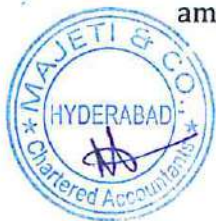
#### **(ii) Financial liabilities**

##### **Classification, initial recognition and measurement**

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings, or payables, as appropriate. All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs. The Company's financial liabilities include trade and other payables, loans and borrowings including bank overdrafts.

##### **Subsequent measurement**

Financial liabilities are carried at amortized cost using the effective interest method. For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.





## **MIDWEST GRANITE PRIVATE LIMITED**

### **Notes annexed to and forming part of the Financial Statements**

(All amounts in INR, unless otherwise stated)

#### **Trade and other payables**

Trade and other payables represent liabilities for goods and services prior to the end of financial year which are unpaid. Trade and other payables are presented as current liabilities unless payment is not due within 12 months after the reporting period. They are recognised initially at their fair value and subsequently measured at amortised cost using the effective interest method.

#### **Loans and borrowings**

Borrowings are initially recognised at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in profit or loss over the period of the borrowings using the effective interest method. Fees paid on the establishment of loan facilities are recognised as transaction costs of the loan to the extent that it is probable that some or all of the facility will be drawn down. In this case, the fee is deferred until the draw down occurs. To the extent there is no evidence that it is probable that some or all of the facility will be drawn down, the fee is capitalised as a prepayment for liquidity services and amortised over the period of the facility to which it relates.

#### **Derecognition of financial instruments**

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 de-recognition of a financial asset the difference between the carrying amount and the consideration received is recognised in the statement of profit and loss.

The Company derecognises financial liabilities when, and only when, the Company's obligations are discharged, cancelled or have expired. On de-recognition of a financial liability the difference between the carrying amount of the financial liability derecognised and the consideration paid and payable is recognised in the statement of profit and loss.

#### **Offsetting financial instruments**

Financial assets and liabilities are offset and the net amount is reported in the balance sheet where there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the group or the counterparty.

#### **Financial guarantee contracts**

The fair value of financial guarantees is determined as the present value of the difference in net cash flows between the contractual payments under the debt instrument and the payments that would be required without the guarantee or the estimated amount that would be payable to a third party for assuming the obligations.

#### **As Guarantor**

Financial guarantee contracts are recognised as a financial liability at the time the guarantee is issued. The liability is initially measured at fair value and subsequently at the higher of the amount determined in accordance with Ind AS 109 and the amount initially recognised less cumulative amortisation, where appropriate.





## MIDWEST GRANITE PRIVATE LIMITED

### Notes annexed to and forming part of the Financial Statements

(All amounts in INR, unless otherwise stated)

Where guarantees in relation to loans or other payables of associates are provided for no compensation, the fair values are accounted for as contributions and recognised as part of the cost of the investment.

#### As Beneficiary

Financial guarantee contracts are recognised as a financial asset at the time the guarantee is taken. The asset is initially measured at fair value and subsequently amortised over the guarantee period.

Where guarantees in relation to loans or other payables are provided by company for no compensation, the fair values are accounted for as contributions and recognised as part of equity.

### 2.10 Impairment of Assets

#### Financial assets

The Company assesses at each date of balance sheet impairment, if any, of a financial asset or a group of financial assets. The company uses, in accordance with Ind AS 109, 'Expected Credit Loss' (ECL) model, for evaluating impairment of financial assets other than those measured at fair value through profit and loss (FVTPL). Expected credit losses are measured through a loss allowance at an amount equal to: The 12-months expected credit losses (expected credit losses that result from those default events on the financial instrument that are possible within 12 months after the reporting date); or Full lifetime expected credit losses (expected credit losses that result from all possible default events over the life of the financial instrument).

**For trade receivables** Company applies 'simplified approach' which requires expected lifetime losses to be recognised from initial recognition of the receivables. The Company uses historical default rates to determine impairment loss on the portfolio of trade receivables. At every reporting date these historical default rates are reviewed and changes in the forward looking estimates are analysed.

**For other assets**, the Company uses 12 month ECL to provide for impairment loss where there is no significant increase in credit risk. If there is significant increase in credit risk full lifetime ECL is used.

#### Non-financial assets

Property, Plant and Equipment with finite life are evaluated for recoverability when there is any indication that their carrying amounts may not be recoverable. If any such indication exists, the recoverable amount (i.e. higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the cash generating unit (CGU) to which the asset belongs. If the recoverable amount of an asset or CGU is estimated to be less than its carrying amount, the carrying amount of the asset or CGU is reduced to its recoverable amount and impairment loss is recognised in the profit or loss.

### 2.11 Equity instruments

An equity instrument is a contract that evidences residual interests in the assets of the Company after deducting all of its liabilities. Equity instruments issued by the Company are recorded at the proceeds received, net of direct issue costs.





## MIDWEST GRANITE PRIVATE LIMITED

### Notes annexed to and forming part of the Financial Statements

(All amounts in INR, unless otherwise stated)

#### 2.12 Inventories

Stores and spares are valued at lower of cost, calculated on weighted average basis, and net realisable value.

Finished goods, Stock-in-trade and work-in-progress are valued at lower of cost and net realisable value. Cost includes materials, direct labour, other direct costs and appropriate portion of variable and fixed overhead expenditure, computed on normal capacity. Cost is determined on a weighted average basis.

Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

Obsolete inventories are identified and written down to net realisable value.

#### 2.13 Tax expenses

Tax expense comprises of current tax and deferred tax. Current tax is measured at the amount expected to be paid to the tax authorities, based on estimated tax liability computed after taking credit for allowances and exemptions in accordance with the prevailing tax laws for the year.

Current and deferred tax are recognised in profit or loss, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the income taxes are recognised in other comprehensive income or directly in equity, respectively.

Current tax assets and current tax liabilities are presented in the statement of financial position after off-setting the taxes paid or deemed to be paid and current income tax expenses for the year.

##### Deferred income taxes

Deferred tax is recognised using the balance sheet approach. Deferred income tax assets and liabilities are recognised for deductible and taxable temporary differences arising between the tax base of assets and liabilities and their carrying amount, except when the deferred income tax arises from the initial recognition of goodwill or an asset or liability in a transaction that is not a business combination and affects neither accounting nor taxable profit or loss at the time of the transaction.

Deferred income tax asset are recognised to the extent it is probable that taxable profit will be available against which the deductible temporary differences and the carry forward of unused tax credits and unused tax losses can be utilised.

The carrying amount of deferred income tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow total or part of the deferred income tax asset to be utilised.

Deferred tax assets and liabilities are measured using substantively enacted tax rates expected to apply to taxable income in the years in which the temporary differences are expected to be received or settled.

Deferred Tax Assets include Minimum Alternative Tax (MAT) paid in accordance with the tax laws in India, which is likely to give future economic benefits in the form of availability of set off against future income tax liability. Accordingly, MAT is recognized as deferred tax



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## MIDWEST GRANITE PRIVATE LIMITED

### Notes annexed to and forming part of the Financial Statements

(All amounts in INR, unless otherwise stated)

asset in the Balance sheet when the asset can be measured reliably and it is probable that the future economic benefit associated with the asset will be realized.

Deferred tax assets and liabilities are offset when it relates to income taxes levied by the same taxation authority and the relevant entity intendsto settle its current tax assets and liabilities on a net basis

#### 2.14 Provisions,contingent liabilities and contingent asset

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation. The expense relating to any provision is presented in the statement of profit and loss net of any reimbursement. If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to the liability. Where discounting is used, the increase in the provision due to the passage of time is recognised as other finance expense.

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measures reliably. The Company does not recognize a contingent liability but discloses its existence in the financial statements.

A contingent asset is not recognised unless it becomes virtually certain that an inflow of economic benefits will arise. When an inflow of economic benefits is probable, contingent assets are disclosed in the financial statements. Contingent liabilities and contingent assets are reviewed at each balance sheet date.

#### 2.15 Employee benefits

##### (i) Short term employee benefit obligations

Liabilities for wages and salaries, including non-monetary benefits that are expected to be settled wholly within 12 months after the end of the period in which the employees render the related service are recognised in respect of employees' services up to the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled. The liabilities are presented as current employee benefit obligations in the balance sheet.

##### (ii) Other long-term employee benefit obligations

The liabilities for accumulating compensated absences not expected to be settled wholly within 12 months after the end of the period in which the employees render the related service are measured at the present value of expected future payments to be made in respect of services provided using the projected unit credit method. The benefits are discounted using the appropriate market yields at the end of the reporting period that have terms approximating to the terms of the related obligation. Remeasurements as a result of



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## MIDWEST GRANITE PRIVATE LIMITED

### Notes annexed to and forming part of the Financial Statements

(All amounts in INR, unless otherwise stated)

experience adjustments and changes in actuarial assumptions are recognised in profit or loss.

The obligations are presented as current liabilities in the balance sheet if the entity does not have an unconditional right to defer settlement for at least twelve months after the reporting period, regardless of when the actual settlement is expected to occur.

#### **(a) Defined benefit plans-Gratuity obligations**

The liability in respect of defined benefit plans and other post-employment benefits is calculated using the projected unit credit method consistent with the advice of qualified actuaries. The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows using interest rates of high-quality corporate bonds that are denominated in the currency in which the benefits will be paid, and that have terms to maturity approximating to the terms of the related defined benefit obligation. The current service cost of the defined benefit plan, recognised in the statement of profit and loss in employee benefit expense, reflects the increase in the defined benefit obligation resulting from employee service in the current year, benefit changes, curtailments and settlements. The interest cost is calculated by applying the discount rate to the balance of the defined benefit obligation. This cost is included in employee benefit expense in the statement of profit and loss. Actuarial gains and losses arising from experience adjustments and changes in actuarial assumptions are charged or credited to equity in other comprehensive income in the period in which they arise.

#### **(b) Defined contribution plans**

**Provident Fund:** The Company pays provident fund contributions to publicly administered funds as per local regulations. The Company has no further payment obligations once the contributions have been paid. The contributions are accounted for as defined contribution plans and the contributions are recognized as employee benefit expense when they are due.

**State Plans:** Employer's contribution to Employee State Insurance plan is charged to Statement of Profit and Loss as and when due.

### **2.16 Dividends**

Provision is made for the amount of any dividend declared, being appropriately authorized and no longer at the discretion of the entity, and not distributed on or before the end of the reporting period. Dividend is recognised as a liability in the period in which the interim dividends are approved by the Board of Directors, or in respect of the final dividend when approved by shareholders.

### **2.17 Earnings per share**

Basic earnings per share are calculated by dividing the profit or loss after tax for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

For calculating diluted earnings per share, the profit or loss after tax for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.



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## MIDWEST GRANITE PRIVATE LIMITED

Notes annexed to and forming part of the Financial Statements

(All amounts in INR, unless otherwise stated)

### 2.18 Commitments

Commitments include bonds executed with external authorities.

### 2.19 Recent accounting pronouncements (Standards issued but not yet effective)

On March 24, 2021, the Ministry of Corporate Affairs ("MCA") through a notification, amended Schedule III of the Companies Act, 2013. The amendments revise Division I, II and III of Schedule III and are applicable from April 1, 2021.

Key amendments relating to Division II which relate to companies whose standalone financial statements are required to comply with Companies (Indian Accounting Standards) Rules 2015 are as follows:

#### Balance Sheet:

- Lease liabilities should be separately disclosed under the head 'financial liabilities', duly distinguished as current or non-current.
- Certain additional disclosures in the statement of changes in equity such as changes in equity share capital due to prior period errors and restated balances at the beginning of the current reporting period.
- Specified format for disclosure of shareholding of promoters.
- Specified format for ageing schedule of trade receivables, trade payables, capital work-in-progress and intangible asset under development.
- If a company has not used funds for the specific purpose for which it was borrowed from banks and financial institutions, then disclosure of details of where it has been used.
- Specific disclosure under 'additional regulatory requirement' such as compliance with approved schemes of arrangements, compliance with number of layers of companies, title deeds of immovable property not held in name of company, loans and advances to promoters, directors, key managerial personnel (KMP) and related parties, details of benami property held etc.

#### Statement of profit and loss:

- Additional disclosures relating to Corporate Social Responsibility (CSR), undisclosed income and crypto or virtual currency specified under the head 'additional information' in the notes forming part of the standalone financial statements.

The amendments are extensive, and the Company will evaluate the same to give effect to them as required by law





**MIDWEST GRANITE PRIVATE LIMITED**  
Notes to the Financial statements  
(All amounts in Indian Rupees)

**Note 3: Property, plant and equipment (Own Assets)**

	Free hold Land (Refer note II below)	Leasehold Land	Improvements to Leasehold Premises	Buildings	Plant and Equipment	Mining Equipment	Furniture and Fixtures	Vehicles	Office Equipment	Electrical Installation	Computers	Water works	Total	Capital work-in progress
<b>Year ended March 31, 2020</b>														
Gross carrying amount	78,80,53,321	5,29,88,845	1,76,59,517	6,29,40,802	5,64,24,646	54,72,86,236	1,58,89,585	6,61,44,516	1,62,19,004	2,44,74,576	87,96,463	54,83,007	1,66,23,60,518	2,50,01,224
Opening Gross carrying amount	3,99,38,465	-	-	59,63,886	43,60,000	24,62,73,708	7,45,956	93,56,541	11,34,797	92,52,257	7,36,362	7,03,916	31,84,65,788	2,12,44,095
Additions	32,84,400	-	-	-	5,13,500	3,23,29,377	-	-	-	-	-	-	3,61,27,277	-
Disposals	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Reclassification on account of adoption of IND AS 116 (Refer note iv below)	-	5,29,88,845	-	-	-	-	-	-	-	-	-	-	5,29,88,845	-
Closing gross carrying amount	82,47,07,386	-	1,76,59,517	6,89,04,688	6,02,71,146	76,12,30,567	1,66,35,541	7,55,01,057	1,73,53,801	3,37,26,833	95,32,825	61,86,923	1,89,17,10,194	4,62,45,319
<b>Accumulated depreciation</b>														
Opening accumulated depreciation	-	1,02,63,295	40,41,727	2,05,46,941	4,26,08,667	19,91,80,629	1,07,05,005	3,18,44,332	1,10,63,025	1,38,22,635	70,72,305	17,35,128	35,28,83,689	-
Depreciation charge during the year	-	-	15,91,307	16,35,551	13,99,586	6,80,08,971	7,32,667	62,16,261	13,94,573	23,82,804	7,99,462	3,41,609	8,45,02,791	-
Disposals / Transfers	-	-	-	-	4,87,826	2,43,66,786	-	-	-	-	-	-	2,48,54,612	-
Reclassification on account of adoption of IND AS 116 (Refer note iv below)	-	1,02,63,295	-	-	-	-	-	-	-	-	-	-	1,02,63,295	-
Closing accumulated depreciation	-	-	56,33,034	2,21,82,492	4,35,20,427	24,28,22,814	1,14,37,672	3,80,60,593	1,24,57,598	1,62,05,439	78,71,767	20,76,737	40,22,68,573	-
<b>Net carrying amount as at March 31, 2020</b>	<b>82,47,07,386</b>	<b>-</b>	<b>1,20,26,483</b>	<b>4,67,22,196</b>	<b>1,67,50,719</b>	<b>51,84,07,753</b>	<b>51,97,869</b>	<b>3,74,40,464</b>	<b>48,96,203</b>	<b>1,75,21,394</b>	<b>16,61,058</b>	<b>41,10,086</b>	<b>148,94,41,611</b>	<b>4,62,45,319</b>
<b>Year ended March 31, 2021</b>														
Gross carrying amount	82,47,07,386	-	-	6,89,04,688	6,02,71,146	76,12,30,567	1,66,35,541	7,55,01,057	1,73,53,801	3,37,26,833	95,32,825	61,86,923	1,89,17,10,194	4,62,45,319
Opening Gross carrying amount	1,29,46,967	-	-	4,00,000	13,23,135	22,62,01,629	15,03,254	27,37,046	6,09,215	79,56,653	11,91,396	18,62,238	25,67,31,533	1,94,52,437
Additions	4,19,050	-	-	-	-	9,95,08,763	9,100	16,30,107	5,000	19,946	31,71,957	2,755	10,47,66,678	-
Disposals/Discard	83,72,35,303	-	-	6,93,04,688	6,15,94,281	88,79,23,433	1,81,29,695	7,66,07,996	1,79,58,016	4,16,63,540	75,52,264	80,46,306	204,36,75,039	6,56,97,756
Accumulated depreciation														
Opening accumulated depreciation	-	-	56,33,034	2,21,82,492	4,35,20,427	24,28,22,814	1,14,37,672	3,80,60,593	1,24,57,598	1,62,05,439	78,71,767	20,76,737	40,22,68,573	-
Depreciation charge during the year	-	-	15,91,307	17,57,584	15,65,220	8,47,13,497	7,50,655	65,10,740	14,04,081	27,52,724	7,69,529	4,07,141	10,22,22,478	-
Disposals/Discard	-	-	-	-	-	7,09,21,445	8,645	8,66,732	4,750	18,949	30,13,357	105	7,48,33,983	-
Closing accumulated depreciation	-	-	72,24,341	2,39,40,076	4,50,85,647	25,66,14,866	1,21,79,682	4,37,04,601	1,30,56,929	1,89,39,214	56,27,939	24,83,773	42,96,57,068	-
<b>Net carrying amount as at March 31, 2021</b>	<b>83,72,35,303</b>	<b>-</b>	<b>1,04,35,176</b>	<b>4,53,64,612</b>	<b>1,65,08,694</b>	<b>63,13,08,567</b>	<b>59,50,013</b>	<b>3,29,03,395</b>	<b>41,01,087</b>	<b>2,27,24,326</b>	<b>19,24,325</b>	<b>55,62,533</b>	<b>1,61,40,17,971</b>	<b>6,56,97,756</b>

Notes: (i) Refer Note 37 for Information on Property, plant and equipment provided as security by the company.

(ii) Pursuant to the Scheme of Amalgamation ('the Scheme') sanctioned by the Hon'ble High Courts of Andhra Pradesh vide its order dated 21.10.2014, the 5 subsidiaries of the Company are merged with the Company with effect from April 1, 2013 ('the appointed date'). Pursuant to the Scheme, the title deeds for the immovable properties pertaining to the amalgamating companies are pending conveyance in the name of the Company. The gross block and net block of the aforesaid immovable properties pending conveyance is Rs. 3,53,95,068 /- as at March 31, 2021. The Company has initiated the name change formalities.

(iii) Capital work in progress mainly consists of factory buildings and machinery located at SEZ factory in Ongole.

(iv) Assets taken on finance lease as at March 31, 2019 have been reclassified as Right of Use Asset as required by Ind AS 116 (refer note 4B)



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**MIDWEST GRANITE PRIVATE LIMITED**  
**Notes to the Financial statements**  
 (All amounts in Indian Rupees )

**Note 4A: Intangible Assets (Own Assets)**

	Software
<b>Year ended March 31, 2020</b>	
Gross carrying amount	
Opening gross carrying amount	62,01,427
Closing gross carrying amount	62,01,427
<b>Accumulated depreciation</b>	
Opening accumulated depreciation	57,72,442
Depreciation charge during the year	43,200
Closing accumulated depreciation	58,15,642
<b>Net carrying amount as at March 31, 2020</b>	<b>3,85,785</b>
<b>Year ended March 31, 2021</b>	
Gross carrying amount	
Opening Gross carrying amount	62,01,427
Closing gross carrying amount	62,01,427
<b>Accumulated depreciation</b>	
Opening accumulated depreciation	58,15,642
Depreciation charge during the year	43,200
Closing accumulated depreciation	58,58,842
<b>Net carrying amount as at March 31, 2021</b>	<b>3,42,585</b>

**Note: 4B Right of use assets**

Particulars	Land	Mining Equipment	Total
<b>Year ended March 31, 2020</b>			
As at 1 April 2019 on account of adoption of Ind AS 116	4,27,25,550	8,26,48,275	12,53,73,825
Closing gross carrying amount	4,27,25,550	8,26,48,275	12,53,73,825
<b>Accumulated depreciation</b>			
Depreciation for the year	21,50,951	4,45,77,096	4,67,28,047
Closing accumulated depreciation	21,50,951	4,45,77,096	4,67,28,047
<b>Net carrying amount as at March 31, 2020</b>	<b>4,05,74,599</b>	<b>3,80,71,179</b>	<b>7,86,45,778</b>
<b>Year ended March 31, 2021</b>			
Additions	4,27,25,550	8,26,48,275	12,53,73,825
Closing gross carrying amount	4,27,25,550	8,26,48,275	12,53,73,825
<b>Accumulated depreciation</b>			
Depreciation for the year	21,50,951	4,45,77,096	4,67,28,047
Closing accumulated depreciation	43,01,902	8,26,48,275	8,69,50,177
<b>Net carrying amount as at March 31, 2021</b>	<b>3,84,23,648</b>	-	<b>3,84,23,648</b>

The Company has entered into leases for its mining Equipment and leasehold lands. Lease of Mining Equipment's are generally have lease terms of 3 years and lands generally have lease terms of 33 years.

The Company also has certain leases of buildings and mining equipment with lease terms of 12 months or less and lease of office equipment's with low value. The Company applies the 'short-term lease' and 'lease of low-value assets' recognition exemptions for these. The weighted average incremental borrowing rate applied to lease liabilities recognised in the balance sheet at the date of initial application is 7.75%.

**Note: 4C Lease liability**

Set out below are the carrying amounts of lease liabilities and the movements during the period:

	As at March 31, 2021	As at March 31, 2020
Opening Balances of Lease Liability	3,95,43,762	8,26,48,275
Accretion of interest	14,56,238	48,95,487
Payments	(4,10,00,000)	(4,80,00,000)
<b>Closing Balances Lease Liability</b>	<b>-</b>	<b>3,95,43,762</b>

Refer significant accounting policies for approach followed by the Company for transition to Ind AS 116.

- There are no restrictions or covenants imposed by leases.
- Refer note 26 for rental expense recorded for short-term leases and low value leases for the year ended 31 March 2021 and for the year ended 31 March 2020.
- There are no amounts payable toward variable lease expense recognised for the year ended 31 March 2021 and for the year ended 31 March 2020.
- The maturity analysis of lease liabilities are disclosed in note .
- There are no leases which have not yet commenced to which the lessee is committed (if any).



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**MIDWEST GRANITE PRIVATE LIMITED**  
**Notes to the Financial statements**  
(All amounts in Indian Rupees )

**Note 5: Non-Current Investments**

	As at March 31, 2021	As at March 31, 2020
<b>Investment in equity instruments (Unquoted):</b>		
<b>-In Subsidiaries (at cost unless stated otherwise)</b>		
Reliance Diamond Tools Private Limited 23,50,000 (2020: 23,50,000) Equity Shares of Srilankan Rs.10/- each, fully paid	1,03,39,975	1,03,39,975
Andhra Pradesh Granite (Midwest) Private Limited 84,99,990 (2020: 84,99,990) Equity Shares of Rs.10/- each, fully paid	8,49,99,900	8,49,99,900
BEML Midwest Limited 66,17,200 (2020: 66,17,200) Equity Shares of Rs.10/- each Less: Impairment in value of investment	6,61,72,000 (6,61,72,000)	6,61,72,000 (6,61,72,000)
Midwest Holdings Limited 18,79,514 (2020: 18,79,514) Equity Shares of GBP 1/- each, fully paid	13,01,18,398	13,01,18,398
Amaya Smart Technologies Private Limited 9,77,499 (2020: 9,79,499) Equity Shares of Rs.10/- each, fully paid Less: Impairment in value of investment	97,74,990 (97,74,990)	97,74,990 (97,74,990)
RDT Diamond Tools Private Limited 25,00,000 (2020:25,00,000) Equity Shares of Rs.10/- each, fully paid	2,50,00,000	2,50,00,000
Midwest Neostone Private Limited 87,10,000 (2020: 82,50,000) Equity Shares of Rs.10/- each, fully paid	8,71,00,000	8,71,00,000
Midwest Energy Private Limited 24,69,680 (2020: 2,70,080) Equity shares of Rs.10/-each, fully paid	2,46,96,800	27,00,800
Midwest Mining Private Limited 9,99,790 (2020: 9,99,790) Equity Shares of Rs.10/- each, fully paid Less: Impairment in value of investment	99,22,900 (10,28,843)	99,22,900 (10,28,843)
Vendeep Techno identity Solutions Private Limited Nil (2020: 3,57,000) Equity Shares of Rs.10/- each, fully paid Less: Impairment in value of investment	- -	35,70,000 (26,08,366)
<b>-In Joint venture (at cost unless stated otherwise):</b>		
South Coast Infrastructure Development Company of Andhra Pradesh Limited 25,000 (2020: 25,000) Equity Shares of Rs.10/- each, fully paid	2,50,000	2,50,000
SMW Granites LLP (at cost unless stated otherwise) Name of the Partner -Share in Profit (%) Midwest Granite Private Limited - 50% Srikanth Daliya -50% Total Capital of the LLP - Rs.80,00,000	40,00,000	40,00,000
<b>Investment in equity instruments (Quoted):</b>		
<b>-In Subsidiaries (at cost unless stated otherwise)</b>		
Midwest Gold Limited 23,09,500 (2020: 23,09,500) Equity Shares of Rs.10 each, fully paid	2,24,09,479	2,24,09,479



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**MIDWEST GRANITE PRIVATE LIMITED**  
**Notes to the Financial statements**  
 (All amounts in Indian Rupees )

	As at March 31, 2021	As at March 31, 2020
<b>-In Other Companies (at fair value through Profit and loss):</b>		
Aditya Birla Fashion and Retail Limited 5,200 (2020 :5,200) Equity shares of Rs.10/- each, fully paid	10,46,500	7,96,380
Grasim Industries Limited 1,500 (2020: 1,500) Equity shares of Rs.2/- each, fully paid	21,78,150	7,13,100
Aditya Birla Capital Limited 2,100 (2020: 2,100) Equity shares of Rs.10/- each, fully paid	2,50,740	88,620
<b>Investment in preference shares (Unquoted):</b>		
<b>-In Subsidiaries (at cost unless stated otherwise)</b>		
Midwest Holdings Limited 47,93,911 (2020: 47,93,911) 14% Non- Cumulative Preference Shares of USD 1 each, fully paid	31,78,61,596	31,78,61,596
Vendeep Techno identity Solutions Private Limited Nil (2020: 9,42,600) 9% Non-cumulative Redeemable Non-convertible Preference Shares of Rs.10 each, fully paid	-	94,26,000
<b>Investment in LLP (Unquoted):</b>		
<b>-In Subsidiaries (at cost unless stated otherwise)</b>		
Deccan Silica LLP <b>Name of the Partner - Share in Profit (%)</b> Midwest Granite Private Limited -75% Rama Raghava Reddy Kollareddy -20.50% Ravindra Reddy Guntaka -2.25% M.V.V.Nagi Reddy -2.25% <b>Total Capital of the LLP -Rs. 73,48,095/-</b>	63,17,345	63,17,345
<b>Investment in partnership firms (Unquoted):</b> <b>(at cost unless stated otherwise)</b>		
Baahula Minerals <b>Name of the Partner -Share in Profit (%)</b> Suman Madhavarapu -25% Mahesh Rao Tannera -25% Midwest Granite Private Limited -50% <b>Total Capital of the firm -Rs.40,00,000/-</b>	20,00,000	20,00,000
<b>Total Non-current investments</b>	<b>72,74,62,940</b>	<b>71,39,77,284</b>
Market value of quoted investments (Other than Subsidiary)	34,75,390	15,98,100
Aggregate carrying amount of unquoted investments	77,85,53,904	76,95,53,904
Aggregate amount of impairment	7,69,75,833	7,95,84,199
Aggregate amount of quoted investments	<b>2,24,91,979</b>	<b>2,24,91,979</b>

Note:5(i) Carrying value of investment in equity shares all subsidiaries, it is at the cost of acquisition.

**Note 6: Other Non Current Financial Assets**

	As at March 31, 2021	As at March 31, 2020
(Unsecured , Considered good)		
Keyman Insurance premium and benefits receivable	7,81,65,804	6,82,71,427
CST receivable	15,93,306	25,14,451
<b>Total Other Non Current Financial Assets</b>	<b>7,97,59,110</b>	<b>7,07,85,878</b>

**Note 7: Deferred tax Assets / (Liabilities) (net)**

The balance comprises temporary differences attributable to:

	As at March 31, 2021	As at March 31, 2020
<b>Deferred tax asset:</b>		
Arising on account of temporary differences in:		
Deferred tax asset:	(2,60,27,214)	(3,38,25,597)
Deferred tax asset:	4,18,35,629	4,05,45,427
<b>Net deferred tax assets / (liabilities) (net)</b>	<b>1,58,08,415</b>	<b>67,19,830</b>



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**MIDWEST GRANITE PRIVATE LIMITED**  
Notes to the Financial statements  
(All amounts in Indian Rupees )

**Note 7 (a): Deferred tax Assets / (Liabilities) (net)**

The balance comprises temporary differences attributable to:

	As at March 31, 2021	As at March 31, 2020
<b>Deferred tax liability:</b>		
<b>Arising on account of temporary differences in:</b>		
Property, plant and equipment	(54,79,758)	(66,59,080)
Keyman insurance premium and benefits receivable	(1,96,72,770)	(1,71,82,553)
Financial assets measured at FVTPL	(8,74,686)	(4,02,210)
Right - of - use assets	-	(95,81,754)
	<b>(2,60,27,214)</b>	<b>(3,38,25,597)</b>
<b>Deferred tax asset:</b>		
Expenses allowable on the basis of payment	76,99,555	31,52,373
Provision for impairment of investments	1,93,73,278	2,00,29,751
Provision for expected credit loss allowances	11,79,470	10,54,868
Provision for doubtful debts	60,52,454	-
Lease Liability	-	99,52,374
Provision for gratuity	75,30,872	63,56,061
	<b>4,18,35,629</b>	<b>4,05,45,427</b>
<b>Net deferred tax assets / (liabilities) (net)</b>	<b>1,58,08,415</b>	<b>67,19,830</b>

**Note 7(b): Reconciliation of deferred tax Assets (net)**

	As at March 31, 2021	As at March 31, 2020
<b>Opening balance</b>	<b>67,19,830</b>	<b>2,06,595</b>
Tax (income)/expense recognised in profit and loss	84,42,468	54,95,351
Tax (income)/expense recognised in other comprehensive income	6,46,117	10,17,884
<b>Deferred tax Asset (net)</b>	<b>1,58,08,415</b>	<b>67,19,830</b>

**Note 8: Other Assets**

**(i) Non-current assets**

	As at March 31, 2021	As at March 31, 2019
(Unsecured , Considered good)		
Capital advances		
Considered good	11,04,66,053	9,30,32,487
Considered doubtful	34,50,000	-
Less : Provision for doubtful advances	(34,50,000)	-
<b>Advances other than capital advances:</b>		
Security deposits	3,36,65,578	3,12,79,634
Prepaid income tax (Net of provision for income tax)	5,84,03,450	4,12,02,648
Other receivables		
Considered good	14,47,105	77,34,483
Considered doubtful	65,00,000	-
Less : Provision for doubtful advances	(65,00,000)	-
<b>Total other non-current assets</b>	<b>20,39,82,186</b>	<b>17,32,49,252</b>

**(ii) Current Assets**

	As at March 31, 2021	As at March 31, 2020
(Unsecured , Considered good)		
<b>Advances other than capital advances:</b>		
Balances with government authorities	10,69,12,250	11,67,95,184
Prepaid expenses	3,14,59,439	1,32,57,609
Supplier Advances (goods, services and expenses )		
Considered good	10,45,35,129	10,60,61,006
Considered doubtful	1,40,98,211	-
Less : Provision for doubtful advances	(1,40,98,211)	-
<b>Total other current assets</b>	<b>24,29,06,818</b>	<b>23,61,13,799</b>

**Note 9: Inventories (Valued at Lower of cost and net realisable value )**

	As at March 31, 2021	As at March 31, 2020
Work-in-progress	3,67,09,555	7,42,02,241
Finished goods	20,43,34,205	7,59,78,601
Stores and spares	7,32,76,156	6,16,14,979
<b>Total inventories</b>	<b>31,43,19,916</b>	<b>21,17,95,821</b>
<b>Included above, stock-in-transit</b>		
Finished goods	15,41,37,592	82,38,976
Stores and spares	-	20,33,398

Note 9 (a): Inventories are hypothecated as security against working capital borrowings. (Refer Note :37)



**MIDWEST GRANITE PRIVATE LIMITED**  
Notes to the Financial statements  
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**Note 10: Trade receivables**

**(i) Current**

	As at March 31, 2021	As at March 31, 2020
Secured, considered good	-	-
Unsecured, considered good	15,05,47,436	7,98,44,375
Doubtful	46,86,388	41,91,305
<b>Total</b>	<b>15,52,33,824</b>	<b>8,40,35,680</b>
Less: Expected credit loss allowances	46,86,388	41,91,305
<b>Total Current trade receivables</b>	<b>15,05,47,436</b>	<b>7,98,44,375</b>

**Trade Receivables are subclassified as**

	As at March 31, 2021	As at March 31, 2020
Trade receivables considered good- Secured	-	-
Trade receivables considered good- Unsecured	15,52,33,824	8,40,35,680
Trade receivables which have significant increase in credit risk	-	-
Trade receivables- credit impaired	-	-
<b>Total</b>	<b>15,52,33,824</b>	<b>8,40,35,680</b>
Expected credit loss (Refer Note: 30(A)(I))	46,86,388	41,91,305
<b>Total trade receivables</b>	<b>15,05,47,436</b>	<b>7,98,44,375</b>

Note 10 (a): Trade Receivables are hypothecated with banks as security towards working capital borrowings. (Refer Note :37)

**Note 11: Cash and cash equivalents**

	As at March 31, 2021	As at March 31, 2020
Balances with banks		
-in Current Accounts	3,77,55,816	2,63,98,857
Cash on hand	3,53,493	1,22,969
<b>Total cash and cash equivalents</b>	<b>3,81,09,309</b>	<b>2,65,21,826</b>

**Note 12: Bank balances other than cash and cash equivalents**

	As at March 31, 2021	As at March 31, 2020
In fixed deposits with original maturity of more than three months but less than twelve months	18,00,055	17,68,003
Balances with banks to the extent held as Margin money (On Letter of credit and Bank Guarantees issued by bank, etc. )	5,20,025	4,84,466
<b>Total Bank balances other than cash and cash equivalents</b>	<b>23,20,080</b>	<b>22,52,469</b>

**Note 13(i): Loans**

	As at March 31, 2021	As at March 31, 2020
<b>Unsecured, considered good</b>		
Loans to related parties (Refer Note:36 and 40)	25,52,21,811	17,60,11,442
<b>Total Current loans</b>	<b>25,52,21,811</b>	<b>17,60,11,442</b>

**Loans are subclassified as**

	As at March 31, 2021	As at March 31, 2020
Loans considered good- Secured	-	-
Loans considered good- Unsecured	25,52,21,811	17,60,11,442
Loans which have significant increase in credit risk	-	-
Loans- credit impaired	-	-
<b>Total loans</b>	<b>25,52,21,811</b>	<b>17,60,11,442</b>

**Note 13 (ii) : Others**

	As at March 31, 2021	As at March 31, 2020
<b>Unsecured, considered good</b>		
Foreign Currency Forward Contract Receivable	25,48,000	-
<b>Total Others</b>	<b>25,48,000</b>	<b>-</b>



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**MIDWEST GRANITE PRIVATE LIMITED**  
**Notes to the Financial statements**  
 (All amounts in Indian Rupees )

**Note 14 : Equity share capital**  
**Authorised :**

	Number of shares	Amount
As at April 01, 2019	8,07,000	8,07,00,000
Movement during the year	-	-
As at March 31, 2020	8,07,000	8,07,00,000
Movement during the year	-	-
As at March 31, 2021	8,07,000	8,07,00,000

**Issued :**

	Number of shares	Amount
As at April 01, 2019	91,343	91,34,300
Movement during the year	-	-
As at March 31, 2020	91,343	91,34,300
Movement during the year (Buyback of equity shares (Refer to Note 14.3))	(17,030)	(17,03,000)
As at March 31, 2021	74,313	74,31,300

**Subscribed and fully paid up :**

	Number of shares	Amount
As at April 01, 2019	91,343	91,34,300
Movement during the year	-	-
As at March 31, 2020	91,343	91,34,300
Movement during the year (Buyback of equity shares (Refer to Note 14.3))	(17,030)	(17,03,000)
As at March 31, 2021	74,313	74,31,300

**14.1 Terms and rights attached to equity shares**

The Company has only one class of equity shares having face value of INR 100/- per share. The Company declares and pay dividend in Indian rupees. The holder of equity shares is entitled to dividend right in the same proportion to the paid up capital. The dividend proposed by the Board of Directors is subject to approval of shareholders in the ensuring Annual General Meeting except incase of Interim Dividend. In the event of liquidation of the company, the holders of equity shares are entitled to receive remaining assets of the company, after distribution of all preferential amounts, in proportion to the number of equity shares held by them. Every holder of equity shares present at a meeting in person or by proxy, is entitled to one vote, and upon a poll each share is entitled to one vote.

**14.2 Details of shareholders holding more than 5% equity shares in the company**

	Mr. K. Rama Raghava Reddy	Mr. M. V. V. Nagi Reddy	Mrs. V. Prameela Rani	Mr. G. Ravindra Reddy
As at March 31, 2020				
Number of shares	65,359	7,274	7,064	7,066
% holding	71.55	7.96	7.73	7.74
As at March 31, 2021				
Number of shares	64,886	-	-	7,000
% holding	87.31	-	-	9.42

**14.3 Details of Buyback of equity shares**

During the year ended March 31, 2021, the Company concluded the buyback of 17,030 equity shares as approved by the Board of Directors on September 14, 2020. This has resulted in a total cash outflow of Rs.9,44,16,837/- (including tax on buyback of Rs.,1,77,81,837/-). In line with the requirement of the Companies Act, 2013, total amount has been utilised from general reserve respectively. Further, capital redemption reserve of Rs.1,70,300/- (representing the nominal value of the shares bought back) has been created as an apportionment from retained earnings. Consequent to such buyback, the paid-up equity share capital has reduced by Rs. 17,03,000/-.

**Note 15: Borrowings**

**(i) Non-Current**

	As at March 31, 2021	As at March 31, 2020
<b>Secured:</b>		
From Banks	44,40,77,137	29,36,97,002
From Others	7,44,52,908	11,01,05,057
<b>Unsecured:</b>		
From Directors (Refer Note: 36)	27,50,000	3,38,18,366
<b>Total non-current borrowings</b>	<b>52,12,80,045</b>	<b>43,76,20,425</b>
Less: Current maturities of long-term debt	20,07,14,365	15,09,31,238
<b>Non-current borrowings</b>	<b>32,05,65,680</b>	<b>28,66,89,187</b>



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**MIDWEST GRANITE PRIVATE LIMITED**

**Notes to the Financial statements**

(All amounts in Indian Rupees )

**Note 15.1 Details of Non-current Borrowings :**

**(i) Term loans from banks**

**Terms of repayment:**

Name of Financial Institution	Amount of Loan	Interest rate %	Amount of Instalment due	Total No. of Instalments due	Period of maturity from balance sheet date
<b>(a) Secured:</b>					
<b>1.Against Hypothecation of Vehicles and personal guarantee by the Director of the company</b>					
HDFC Bank Limited	9,90,000	8.90	31,205	1	1 month
HDFC Bank Limited	76,45,000	8.25	37,01,111	26	2 Years and 2 months
Axis Bank Limited	12,40,000	9.36	5,31,946	15	1 Year and 3 months
Axis Bank Limited	7,14,000	9.36	2,08,283	10	10 months
Yes Bank Limited	29,10,000	8.75	20,20,341	39	3 Years and 3 months
Axis Bank Limited	8,48,000	9.96	3,73,683	15	1 Year and 3 months
Axis Bank Limited	32,34,000	9.42	15,81,890	17	1 Year and 5 month
Axis Bank Limited	23,58,000	9.31	14,09,523	21	1 Year and 9 month
Axis Bank Limited	8,25,000	8.51	7,64,265	34	2 Years and 10 months
<b>2.Against Hypothecation of Mining Equipment and guaranteed by one of the directors of the company</b>					
HDFC Bank Limited	20,38,500	9.20	2,23,271	4	4 months
HDFC Bank Limited	10,04,720	9.20	3,81,888	16	1 Year and 4 month
Axis Bank Limited	1,02,00,000	8.86	13,50,256	6	6 months
Axis Bank Limited	1,04,30,000	9.01	19,04,976	8	8 months
Axis Bank Limited	2,22,72,000	8.86	60,71,846	12	1 Year
Axis Bank Limited	4,45,44,000	8.86	1,42,68,552	14	1 Year and 2 months
HDFC Bank Limited	4,50,00,000	9.50	1,86,03,207	21	1 Year and 9 months
Kotak Mahindra Bank Limited	1,11,60,000	11.17	46,17,898	17	1 Year 5 months
Kotak Mahindra Bank Limited	74,00,000	11.08	33,10,964	18	1 Year 6 months
Yes Bank	2,57,67,000	8.95	42,27,528	7	7 months
Axis Bank Limited	14,60,000	10.51	4,34,779	10	10 months
Axis Bank Limited	14,60,000	10.51	4,79,201	11	11 months
Kotak Mahindra Bank Limited	55,80,000	9.00	18,95,897	14	1 Year 2 months
Kotak Mahindra Bank Limited	38,49,750	8.90	14,34,357	15	1 Year 3 months
Yes Bank	93,10,000	8.50	47,60,007	23	1 Year 11 months
HDFC Bank Limited	1,89,37,801	11.10	1,15,83,465	30	2 Years and 6 months
Yes Bank	94,48,800	8.35	69,84,278	38	3 Years and 2 months
Yes Bank	94,48,800	8.35	70,37,162	38	3 Years and 2 months
ICICI Bank Limited	2,67,00,000	9.00	1,70,95,900	23	1 Year and 11 months
Axis Bank Limited	2,61,53,000	9.02 & 9.26	2,02,40,704	30	3 Years
Axis Bank Limited	92,97,000	9.41	80,16,381	29	2 Years and 11 months
Axis Bank Loan -PRD500M MARP & MKOD	65,64,000	8.91	58,96,938	31	2 Years and 7 months
AXIS Junt ED22A,SandDC120&Ta HitacZ	1,91,16,000	8.77	1,80,81,535	44	3 Years and 8 months
Axis Bank Limited - EICHER PRO 8028	88,82,000	8.77	85,62,742	45	3 Years and 9 months
Axis Bank -EICHER PRO 8028XM TIPPER	46,00,000	8.77	44,34,650	45	3 Years and 9 months
Axis Bank -Volvo FMX & 500PRD -FY20	1,60,98,000	8.31 & 8.62	1,58,07,419	46	3 Years and 10 months
ICICI Bank (3 Excavators)	2,71,66,704	8.00	2,71,66,704	48	4 Years
HDFC Bank Limited	3,77,74,700	8.90	3,55,49,274	55	4 Years and 7 months
Yes Bank Limited	3,54,60,000	9.89	2,96,32,477	42	3 Years and 6 months
Yes Bank Limited	55,45,000	9.92	44,40,343	36	3 Years
Yes Bank Limited	54,00,000	9.87	44,74,697	38	3 Years and 2 months
HDFC DC 120 Sandvik - 84668768 (FY2	79,00,000	8.65	67,36,431	39	3 Years and 3 months
HDFC DC 120 Sandvik - 84668762 (FY2	80,59,500	8.65	68,72,439	39	3 Years and 3 months
HDFC Volvo Tipper 2 -84668776 & 84	2,45,00,000	8.65	2,08,91,462	39	3 Years and 3 months
HDFC 2No's Exca370,1No Exca200&2 No's Ex	3,03,39,690	8.25	2,81,20,974	43	3 Years and 7 months
HDFC VOLVO FMX 460-TIPPER 4 No's	4,87,72,584	8.25	4,61,06,705	44	3 Years and 8 months
HDFC BANK-Exca Drill22A DrilingUnit	1,77,96,850	8.25	1,64,95,388	43	3 Years and 7 months
<b>3.Against mortgage of Residential Building:</b>					
Kotak Mahindra Bank Limited	2,88,00,000	12.35	50,62,196	14	1 Year and 2 months
<b>1.Guaranteed by one of the directors of the company and Equitable mortgage of industrial site belonging to Midwest Gold Limited:</b>					
HDFC Bank Limited	1,42,00,000	8.25	1,42,00,000	44	3 Years and 8 months
<b>Total of term loans from banks secured</b>			<b>44,40,77,137</b>		



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**MIDWEST GRANITE PRIVATE LIMITED**  
**Notes to the Financial statements**  
(All amounts in Indian Rupees )

**(ii) Term loans from others**  
**Terms of repayment:**

Name of Financial Institution	Amount of Loan	Interest rate %	Amount of Instalment due	Total No. of Instalments due	Period of maturity from balance sheet date
<b>(a) Secured:</b>					
<b>1.Against hypothecation of Vehicles</b>					
Kotak Mahindra Prime Limited	9,20,792	9.22	1,83,230	11	11 months
Daimler Financial Services India Private Limited	56,78,500	11.09	39,79,605	21	1 Year and 9 months
TATA Capital Financial Services Ltd	14,51,207	10.94	9,84,475	33	2 Years and 9 months
<b>2.Against hypothecation of Mining Equipment and guaranteed by one of the directors of the company:</b>					
Srei Equipment Finance Limited	79,09,320	9.01	21,12,828	11	11 months
Srei Equipment Finance Limited	1,63,40,400	9.01	43,50,031	11	11 months
Srei Equipment Finance Limited	1,63,40,400	9.01	43,50,031	11	11 months
Tata Capital Financial Services Limited	1,58,33,412	11.00	32,03,739	11	11 months
<b>3.Against hypothecation of Mining Equipment and guaranteed by the chairman of the company:</b>					
Tata Capital Financial Services Limited	1,09,82,354	10.93	72,48,971	32	2 Years and 8 months
Tata Capital Fin Ser Ltd-Kobelco380	1,90,57,000	8.63	1,19,67,824	31	2 Years and 7 months
Srei Equipment Finance Limited	47,64,250	9.25	3,29,387	2	2 months
HDB Financial Services Limited	94,16,400	8.65	32,24,914	15	1 Year and 3 months
HDB Financial Services Limited	1,05,72,550	8.65 & 10	7,41,062	3	3 months
Tata Capital Fin Ser Ltd-Kobelco380	95,28,500	8.63	61,61,588	32	2 Years and 8 months
Citicorp Finance (India) Limited	24,42,000	8.75	17,51,176	32	2 Years and 8 months
Citicorp Finance (India) Limited	95,28,000	7.05	67,67,049	32	2 Years and 8 months
Citicorp Finance (India) Limited	45,40,050	8.75	32,55,718	32	2 Years and 8 months
Citicorp Finance (India) Limited	1,89,56,700	7.00	1,38,41,281	33	2 Years and 9 months
<b>Total of term loans from others secured</b>			<b>7,44,52,908</b>		
<b>(b) Unsecured</b>					
Interest free Loans taken from directors	8,00,50,000		27,50,000		
<b>Total of term loans from others unsecured</b>			<b>27,50,000</b>		

There is no continuing default as on the balance sheet date in repayment of loans and interest amounts.



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**MIDWEST GRANITE PRIVATE LIMITED**  
**Notes to the Financial statements**  
(All amounts in Indian Rupees )

**ii) Current**

	As at March 31, 2021	As at March 31, 2020
<b>Secured</b>		
<b>Working capital Loans repayable on demand:</b>		
(i) From South India Bank	62,94,545	2,95,52,695
(ii) From HDFC Bank Limited	3,92,59,379	10,99,10,835
<b>Total Current Borrowings</b>	<b>4,55,53,924</b>	<b>13,94,63,530</b>

**Note 15.2 Details of Current borrowings :**

**From HDFC Bank Limited**

**Primary Security:**

First charge in favour of the Bank by way of hypothecation of the company's entire stocks of Work-in-progress, Finished goods and Consumable stores including book debts, bill whether documentary or clean, outstanding monies, receivables, both present and future, in a form and manner satisfactory to the Bank and as specified in CAM.

**Security Deposit:**

Retention money deposit with principals

**Collateral Security:**

Equitable Mortgage of Plot no25a, Sr No.41 and 42 situated at Krishnasagara, Attibele Industrial Area, Karnataka belonging to the Company.

**Personal Guarantee:**

Personal Guarantee by two Directors and a relative of Directors of the company

**Corporate Guarantee:**

By Midwest Gold Limited (Subsidiary Company)

The above loans carry's interest @ 1 year MCLR plus 2.65 %

**From South Indian Bank**

**Security:**

Land admeasuring 10861.11 Sq. yards situated in D- Block of Industrial development area, in Sy no 48 part of Chinagantyada village Visakhapatnam belonging to the company.

**Personal Guarantee:**

Personal Guarantee by three Directors and a one relative of Directors of the company

**There is no default as on balance sheet date in repayment of loans and interest amounts.**



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**MIDWEST GRANITE PRIVATE LIMITED**  
**Notes to the Financial statements**  
 (All amounts in Indian Rupees )

**Note 16: Provisions**

	As at March 31, 2021	As at March 31, 2020
<b>Employee Benefit Obligations</b>		
<b>(i) Non-Current</b>		
Leave encashment	55,31,422	60,02,310
Gratuity	2,36,53,926	2,31,45,001
<b>Total</b>	<b>2,91,85,348</b>	<b>2,91,47,311</b>
<b>(ii) Current</b>		
Leave encashment	18,20,657	16,49,758
Gratuity	62,68,482	21,09,533
<b>Total</b>	<b>80,89,139</b>	<b>37,59,291</b>
<b>Grand Total</b>	<b>3,72,74,487</b>	<b>3,29,06,602</b>

**Note 16(a):**

**(i) Defined Contribution plans**

**Employer's Contribution to Provident Fund:** Contributions are made to provident fund for entitled employees at the prescribed rate as per regulations. The contributions are made to registered provident fund administered by the government. The obligation of the company is limited to the amount contributed and it has no further contractual nor any constructive obligation.

**Employer's Contribution to State Insurance Scheme:** Contributions are made under State Insurance Scheme for entitled employees at the prescribed rate to Employee State Insurance Corporation. The obligation of the company is limited to the amount contributed and it has no further contractual nor any constructive obligation.

	As at March 31, 2021	As at March 31, 2020
Employer's Contribution to Provident Fund	52,90,681	63,35,764
Employer's Contribution to ESI	1,72,894	1,93,094

**(ii) Defined Benefits plans**

**Post-employment obligations- Gratuity**

The company provides for gratuity for employees in India as per the payment of Gratuity Act, 1972. Employees who are in continuous service for a period of 5 years are eligible for gratuity. The amount of gratuity payable on retirement/termination is the employees last drawn basic salary per month computed proportionately for 15 day's salary multiplied for the number of years of service.

**A) Reconciliation of opening and closing balances of Defined Benefit Obligation**

	Gratuity (Unfunded)	
	As at March 31, 2021	As at March 31, 2020
Defined Benefit Obligation at beginning of the year	2,52,54,535	1,96,92,401
Current Service Cost	23,61,883	24,44,322
Interest Cost	16,28,740	14,16,834
Actuarial loss for the year	25,67,215	40,44,359
Benefits Paid	(18,89,964)	(23,43,381)
<b>Defined Benefit Obligation at year end</b>	<b>2,99,22,409</b>	<b>2,52,54,535</b>
Current	62,68,482	21,09,533
Non current	2,36,53,927	2,31,45,002



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**MIDWEST GRANITE PRIVATE LIMITED**  
**Notes to the Financial statements**  
 (All amounts in Indian Rupees )

**B) Expenses recognised during the year**

	Gratuity (Unfunded)	
	As at March 31, 2021	As at March 31, 2020
<b>In Statement of Profit and Loss</b>		
Current Service Cost	23,61,883	24,44,322
Interest Cost	16,28,740	14,16,834
<b>Net Cost</b>	<b>39,90,623</b>	<b>38,61,156</b>
<b>In Other Comprehensive Income</b>		
Actuarial loss for the year	25,67,215	40,44,359
<b>Net expense for the period recognised in OCI</b>	<b>25,67,215</b>	<b>40,44,359</b>

**Significant estimates: Actuarial assumptions and sensitivity**

The significant actuarial assumptions were as follows:

	As at March 31, 2021	As at March 31, 2020
Discount rate	6.88%	6.70%
Salary growth rate	4.00%	4.00%
Withdrawal rate	4.00%	4.00%
Normal Retirement Age	58 Years	58 Years
Adjusted Average Future Services	11.48	11.96
Mortality Table(IALM)	100%	100%

**Sensitivity analysis**

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

Particulars	As at March 31, 2021	As at March 31, 2020
Defined Benefit Obligation	2,99,22,409	2,52,54,535
Discount rate:(% change compared to base due to sensitivity)		
Increase : +1%	2,80,25,345	2,32,85,369
Decrease: -1%	3,20,87,919	2,75,20,560
Salary Growth rate:(% change compared to base due to sensitivity)		
Increase : +1%	3,18,81,077	2,73,58,023
Decrease: -1%	2,81,79,581	2,33,65,833
Withdrawal rate:(% change compared to base due to sensitivity)		
Increase : +1%	3,04,67,819	2,57,71,400
Decrease: -1%	2,93,13,015	2,46,73,121

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

The methods and types of assumptions used in preparing the sensitivity analysis did not change compared to the prior period.

The weighted average duration of the defined benefit obligation is 10.83 years. The expected future cash flows over the next years, which will be met out of planned assets, is as follows:

Particulars	As at March 31, 2021	As at March 31, 2020
Defined benefit obligation-gratuity		
Less than a year	62,68,482	21,09,533
Between 2-5 years	91,51,106	83,90,427
Above 5 years	1,26,95,978	1,06,64,064



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**MIDWEST GRANITE PRIVATE LIMITED**  
**Notes to the Financial statements**  
(All amounts in Indian Rupees )

**Risk Management**

The Significant risks the company has in administering defined benefit obligations are:

**Salary Cost Inflation Risk:** The present value of the Defined Benefit Obligation is calculated with reference to the future salaries of employees. Increase in salary due to adverse inflationary pressures might lead to higher liabilities.

**Other:** The Hon'ble Supreme Court of India ('SC') by their order dated February 28, 2019, set out the principles based on which allowances paid to the employees should be identified for inclusion in basic wages for the purposes of computation of Provident Fund contribution. There are interpretative challenges and considerable uncertainty, including estimating the amount retrospectively. Pending the directions from the EPFO, the impact for past periods, if any, is not ascertainable reliably and consequently no financial effect has been provided for in the financial statements.

**Note 17: Other liabilities**

**(i) Non-current**

	As at March 31, 2021	As at March 31, 2020
Security Deposits	2,09,38,836	2,88,34,124
Others	-	1,04,32,669
<b>Total other non current liabilities</b>	<b>2,09,38,836</b>	<b>3,92,66,793</b>

**(ii) Current**

	As at March 31, 2021	As at March 31, 2020
Advance received from customers	19,35,79,395	26,23,32,511
Statutory liabilities	94,18,437	46,41,241
<b>Total other current liabilities</b>	<b>20,29,97,832</b>	<b>26,69,73,752</b>

**Note 18: Other Financial liabilities**

	As at March 31, 2021	As at March 31, 2020
<b>Current</b>		
Current maturities of long-term borrowings	20,07,14,365	15,09,31,238
Interest accrued but not due	25,81,011	20,95,838
Foreign Currency Forward Contracts	-	99,01,070
Employee benefits payable	19,90,12,486	5,68,74,480
Creditors for expenses	9,57,11,876	6,26,25,185
<b>Total other financial liabilities</b>	<b>49,80,19,738</b>	<b>28,24,27,811</b>

**Note 19: Income tax**

**i) Current tax asset (net)**

	As at March 31, 2021	As at March 31, 2020
Prepaid Taxes	-	7,12,00,803
Less: Provision for tax	-	(5,40,00,000)
<b>Total current tax liabilities (net)</b>	<b>-</b>	<b>1,72,00,803</b>

**ii): Current tax liabilities (net)**

	As at March 31, 2021	As at March 31, 2020
Provision for tax	15,45,00,000	-
Less: Prepaid Taxes	(12,71,78,424)	-
<b>Total current tax liabilities (net)</b>	<b>2,73,21,576</b>	<b>-</b>



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**MIDWEST GRANITE PRIVATE LIMITED**  
**Notes to the Financial statements**  
(All amounts in Indian Rupees )

**Note 20: Revenue from operations**

	For the year ended March 31, 2021	For the year ended March 31, 2020
<b>Revenue from Contracts with Customers</b>		
Sale of products	212,70,65,932	189,08,38,678
<b>Other operating revenues:</b>		
Export incentive	2,02,824	1,79,406
Sale of scrap arising out of production	26,45,150	-
<b>Total revenue from operations</b>	<b>212,99,13,906</b>	<b>189,10,18,084</b>

**Disaggregation of revenue from contracts with customers**

The company derives revenue from transfer of goods from the following geographical locations.

	For the year ended March 31, 2021	For the year ended March 31, 2020
<b>Geographical location</b>		
- India	137,98,89,095	106,34,24,395
- Other countries	74,71,76,837	82,74,14,283
<b>Total</b>	<b>212,70,65,932</b>	<b>189,08,38,678</b>

**Contract Price Reconciliation**

	For the year ended March 31, 2021	For the year ended March 31, 2020
Contract Price	212,98,78,090	189,10,18,084
Less: Variable consideration	(35,816)	-
	<b>212,99,13,906</b>	<b>189,10,18,084</b>

**Information about major customers:** Two customers represents 10% or more of the Company's total revenue during the year ended March 31, 2021 and No customers represents 10% or more of the Company's total revenue during the year ended March 31, 2020.

**Note 21: Other Income**

	For the year ended March 31, 2021	For the year ended March 31, 2020
Interest income from financial assets carried at amortised cost	74,92,248	36,70,569
Dividend income	6,000	3,989
Equipment Rental Income	7,33,35,880	1,87,08,737
Benefits accrued on Key Man insurances (Refer note 21(a))	80,65,571	-
Fair value gain on foreign exchange forward contracts (net)	25,48,000	-
Gain on foreign currency transactions and translations (net)	56,73,327	-
Provision no longer required written back	26,08,366	4,12,195
Gain on Redemption of non current investments	25,00,000	-
Net gain arising on financial assets mandatorily measured at FVTPL	18,77,290	-
Refund of Terminal excise duty	3,43,89,405	-
Rental Income	52,64,161	-
Other non-operating income	41,70,167	28,43,697
<b>Total other income</b>	<b>14,79,30,415</b>	<b>2,56,39,187</b>

Note: 21(a): Benefits accrued on keyman insurances includes Rs.7,37,680/- is on account of Fair Value changes measured at Fair Value through Profit & Loss.

**Note 22: Changes in inventories of finished goods and work-in-progress**

	For the year ended March 31, 2021	For the year ended March 31, 2020
<b>Opening Balance:</b>		
Finished goods	7,59,78,601	7,92,37,359
Work-in-progress	7,42,02,241	4,74,49,711
	<b>15,01,80,842</b>	<b>12,66,87,070</b>
<b>Closing Balance:</b>		
Finished goods	20,43,34,205	7,59,78,601
Work-in-progress	3,67,09,555	7,42,02,241
	<b>24,10,43,760</b>	<b>15,01,80,842</b>
<b>Total changes in inventories of finished goods and work-in-progress</b>	<b>(9,08,62,918)</b>	<b>(2,34,93,772)</b>



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**MIDWEST GRANITE PRIVATE LIMITED**  
**Notes to the Financial statements**  
(All amounts in Indian Rupees )

**Note 23: Employee benefits expense**

	For the year ended March 31, 2021	For the year ended March 31, 2020
Salaries, wages, bonus and other allowances	38,12,69,312	22,91,04,317
Contribution to provident fund and other funds	52,90,681	63,35,764
Contribution to ESI	1,72,894	1,93,094
Staff welfare expenses	1,43,58,055	1,84,75,147
<b>Total employee benefits expense</b>	<b>40,10,90,942</b>	<b>25,41,08,322</b>

**Note 24: Finance costs**

	For the year ended March 31, 2021	For the year ended March 31, 2020
Interest Expenses Measured at amortised cost		
On Financial Liabilities	4,32,64,987	4,66,37,331
On Lease liabilities	14,56,238	48,95,487
Interest on income tax	3,49,889	90,954
Other borrowing costs	2,55,795	12,50,969
<b>Total Finance costs</b>	<b>4,53,26,909</b>	<b>5,28,74,741</b>

**Note 25: Depreciation expense**

	For the year ended March 31, 2021	For the year ended March 31, 2019
Depreciation of property, plant and equipment	10,22,22,478	8,45,02,791
Depreciation of right-of-use assets	4,02,22,130	4,67,28,047
Amortisation expense	43,200	43,200
<b>Total depreciation expense</b>	<b>14,24,87,808</b>	<b>13,12,74,038</b>

**Note 26: Other expenses**

	For the year ended March 31, 2021	For the year ended March 31, 2020
Job work charges	7,39,260	10,34,949
Power and fuel	3,31,58,321	3,46,42,753
Rent	64,89,889	41,70,606
Repairs to buildings	20,46,458	9,66,512
Repairs to machinery	17,88,49,697	17,78,17,455
Repairs to others	58,44,058	60,93,771
Insurance	84,35,611	73,33,886
Rates and taxes, excluding taxes on income	53,53,925	73,77,470
Royalty	20,97,12,314	14,63,16,593
Printing and stationery	8,53,824	11,34,030
Communication expenses	23,03,851	25,67,837
Legal and professional charges	2,00,09,408	2,67,06,867
Travelling and conveyance	58,68,508	3,36,62,283
Vehicles maintenance	19,05,184	25,29,011
Carriage and freight	5,27,81,288	6,34,71,304
Payments to Auditors (Refer Note: 26(a))	13,68,565	10,35,959
Donations	1,20,49,339	13,47,876
Corporate Social Responsibility (Refer Note: 26(b))	39,07,930	11,29,551
Sales commission	37,03,056	65,13,312
Security charges	1,26,07,135	1,23,76,622
Loss on sale of assets	1,15,99,655	32,64,987
Bad debts written off	10,84,538	9,76,275
Provision for expected credit losses	4,95,083	10,33,664
Provision for doubtful advances	2,40,48,211	-
Book deficit on assets discarded	17,25,814	-
Balances written off(net)	-	1,10,04,731
FairValue Changes of Key Man Insurance income	-	60,32,095
General expenses	1,07,78,559	1,79,09,710
Net fair value loss on foreign exchange forward contracts	-	1,07,98,950
Net loss arising on financial assets mandatorily measured at FVTPL	-	10,43,205
Net loss on foreign currency transactions and translations	-	1,33,73,755
<b>Total other expenses</b>	<b>61,77,19,481</b>	<b>60,36,66,019</b>



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**MIDWEST GRANITE PRIVATE LIMITED**  
**Notes to the Financial statements**  
(All amounts in Indian Rupees )

**Note 26(a): Details of payments to auditors**

	For the year ended March 31, 2021	For the year ended March 31, 2020
<b>Payment to auditors</b>		
As Statutory Auditor	9,00,000	7,00,000
For Consolidation	2,50,000	2,00,000
For Certification	1,80,000	92,600
For Reimbursement of expenses	38,565	43,359
<b>Total payments to auditors</b>	<b>13,68,565</b>	<b>10,35,959</b>

**Note 26(b): Corporate social responsibility expenditure**

	For the year ended March 31, 2021	For the year ended March 31, 2020
Amount required to be spent as per section 135 of the Act	37,28,000	19,68,616
Amount spent during the year on	39,07,930	11,29,551
(i) On purpose:		
-Promoting healthcare	29,16,000	4,22,676
-Promoting education	51,000	6,31,290
-Others	9,40,930	75,585
	<b>39,07,930</b>	<b>11,29,551</b>

**Note 27: Income tax expense**

This note provides an analysis of the company's income tax expense, show amounts that are recognised directly in equity and how the tax expense is affected by non-assessable and non-deductible items. It also explains significant estimates made in relation to the company's tax positions.

	For the year ended March 31, 2021	For the year ended March 31, 2020
<b>Income tax expense</b>		
<b>Current tax</b>		
Current tax on profits for the year	15,45,00,000	5,40,00,000
<b>Total current tax expense</b>	<b>15,45,00,000</b>	<b>5,40,00,000</b>
<b>Deferred tax</b>		
Deferred tax to profit or loss	(84,42,468)	(54,95,351)
<b>Total Deferred tax expense/(benefit)</b>	<b>(84,42,468)</b>	<b>(54,95,351)</b>
<b>Income tax expense recognised in statement of profit and loss</b>	<b>14,60,57,532</b>	<b>4,85,04,649</b>
Current tax (income)/ expense recognised in other comprehensive income	6,46,117	10,17,884
<b>Total income tax expense</b>	<b>14,67,03,649</b>	<b>4,95,22,533</b>

**Reconciliation of tax expense and the accounting profit multiplied by India's tax rate:**

	For the year ended March 31, 2021	For the year ended March 31, 2020
Profit from operations before income tax expenses	56,80,21,581	20,38,39,284
Tax on profit from operations	25.168%	25.168%
<b>Tax effect of amounts which are not deductible (taxable) in calculating taxable income:</b>	<b>14,29,59,671</b>	<b>5,13,02,271</b>
Expenses not allowed for tax purpose	97,66,525	21,79,106
Income not considered for tax purpose	(36,71,043)	(27,28,074)
Tax effect due to non taxable income	-	(1,004)
Effect of change in tax laws and rate on deferred tax	-	(19,52,042)
Current tax rate in India	(23,51,504)	7,24,276
<b>Income tax expenses</b>	<b>14,67,03,649</b>	<b>4,95,24,533</b>





Financial Instruments and Risk Management  
Note 28: Categories of Financial Instruments

	Fair Value Hierarchy	As at March 31, 2021		As at March 31, 2020	
		Carrying Value	Fair Value	Carrying Value	Fair Value
<b>A. Financial assets</b>					
<b>a) Measured at amortised cost</b>					
i) Cash and cash equivalents	Level-3	3,81,09,309	3,81,09,309	2,65,21,826	2,65,21,826
ii) Other bank balances	Level-3	23,20,080	23,20,080	22,52,469	22,52,469
iii) Loans	Level-3	25,52,21,811	25,52,21,811	17,60,11,442	17,60,11,442
iv) Other financial assets	Level-3	8,23,07,110	8,23,07,110	7,07,85,878	7,07,85,878
v) Trade receivables	Level-3	15,05,47,436	15,05,47,436	7,98,44,375	7,98,44,375
<b>Sub-total</b>		<b>52,85,05,746</b>	<b>52,85,05,746</b>	<b>35,54,15,990</b>	<b>35,54,15,990</b>
<b>b) Mandatorily Measured at FVTPL</b>					
i) Investments in equity instruments in other entities	Level-1	34,75,390	34,75,390	15,98,100	15,98,100
<b>Sub-total</b>		<b>34,75,390</b>	<b>34,75,390</b>	<b>15,98,100</b>	<b>15,98,100</b>
<b>Total financial assets</b>		<b>53,19,81,136</b>	<b>53,19,81,136</b>	<b>35,70,14,090</b>	<b>35,70,14,090</b>
<b>B. Financial liabilities</b>					
<b>a) Measured at amortised cost</b>					
i) Trade payables	Level-3	4,60,18,077	4,60,18,077	1,47,68,118	1,47,68,118
ii) Borrowings	Level-3	36,61,19,604	36,61,19,604	42,61,52,717	42,61,52,717
iii) Lease liabilities	Level-3	-	-	3,95,43,762	3,95,43,762
iv) Other financial liabilities	Level-3	49,80,19,738	49,80,19,738	28,24,27,811	28,24,27,811
<b>Total financial liabilities</b>		<b>91,01,57,419</b>	<b>91,01,57,419</b>	<b>76,28,92,408</b>	<b>76,28,92,408</b>

**Note 29: Fair Value Hierarchy**

The following table presents the fair value hierarchy of assets and liabilities:

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

Level 1: Quoted prices (unadjusted) in active market for identical assets or liabilities.

Level 2: Inputs other than quoted price including within level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices). The fair value of financial instruments that are not traded in an active market is determined using valuation techniques which maximize the use of observable market data and rely as little as possible on entity-specific estimates. If significant inputs required to fair value an instrument are observable, the instrument is included in Level 2.

Level 3: Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs). If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case with listed instruments where market is not liquid and for unlisted instruments.

(i) Investments include equity investments in Subsidiaries, Joint venture which are carried at costs and hence are not required to be disclosed as per Ind AS 107 "Financial Instruments Disclosures". Hence, the same have been excluded from the above table.

(ii) The carrying amounts of trade payables, other financial liabilities, borrowings, cash and cash equivalents, other bank balances, trade receivables and other financial assets are considered to be the same as their fair values due to their short term nature.

**Note 30: Financial Risk Management**

The Company's activities expose it to market risk and credit risk. The Company emphasis on risk management and has an enterprise wide approach to risk management. The Company's risk management and control procedures involve prioritization and continuing assessment of these risks and device appropriate controls, evaluating and reviewing the control mechanism.

**(A) Credit Risk:**

Credit risk is the risk or potential of loss that may occur due to failure of borrower/counterparty to meet the obligation on agreed terms and conditions of the financial contract. Credit risk arises from financial assets such as cash and cash equivalents, other bank balance, trade receivables and other financial assets. The company have a credit risk management policy in place to limit credit losses due to non-performance of financial counterparties and customers. We monitor our exposure to credit risk on an ongoing basis at various levels.

**(I) Trade Receivable:**

The credit risk related to trade receivables is influenced mainly by the individual characteristics of each customer. The Company follows a 'simplified approach' (i.e. based on lifetime ECL) for recognition of impairment loss allowance on Trade receivables. For the purpose of measuring lifetime ECL allowance for trade receivables, the company estimates irrecoverable amounts based on the ageing of the receivable balances and historical experience at each reporting date. The management has identified the specific customer from whom amount is not recoverable and the same is provided for expected credit losses. Hence, the management believes that no further provision for expected credit loss is required as the balance amounts are fully recoverable.



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**MIDWEST GRANITE PRIVATE LIMITED**  
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Following are the Expected credit loss for trade receivables under simplified approach:

Particulars	As at	As at
	March 31, 2021	March 31, 2020
Gross carrying amount	15,52,33,824	8,40,35,680
Expected credit losses ( Loss allowance provision)	46,86,388	41,91,305
Net carrying amount of trade receivables	15,05,47,436	7,98,44,375

**(B) Market Risk:**

Market Risk is the risk that the future value of a financial instrument will fluctuate due to moves in the market factors. The most common types of market risks are interest rate risk and foreign currency risk.

• **Interest Rate Risk**

Interest rate risk is the risk that the future cash flows or the fair value of a financial instrument will fluctuate because of changes in market interest rates. The Company manages its market interest rates by fixed rate interest. Hence, the Company is not significantly exposed to interest rate risks.

• **Foreign Currency Risk**

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. The Company has substantial exposure to foreign currency risk due to the significant exports made. Sales in other countries and purchases from overseas suppliers are exposed to risk associated with fluctuation in the currencies of those countries vis-a-vis the functional currency i.e. Indian rupee. The Company is very cautious towards hedging as it has a cost as well as its own risks. The Company continually reassesses the cost structure impacts of the currency volatility and engages with customers addressing such risks. The Company has not designated hedges under Hedge Accounting.

**Unhedged foreign currency exposure as at the reporting date:**

	As at March 31, 2021		
	USD	Euros	Equivalent Amount in INR
Trade receivable	12,70,965	-	9,34,21,918
Advance for Purchases	3,63,510	4,342	2,70,93,540
Advance for Purchases(capital)	-	28,000	24,10,772
<b>Unhedged Assets</b>	<b>16,34,475</b>	<b>32,342</b>	<b>12,29,26,230</b>
Advances from customers	6,99,821	-	5,14,40,137
Payable for Supplies	2,09,408	-	1,53,92,463
<b>Unhedged Liabilities</b>	<b>9,09,229</b>	<b>-</b>	<b>6,68,32,600</b>

	As at March 31, 2020		
	USD	Euros	Equivalent Amount in INR
Trade receivable	4,16,648	-	3,14,09,372
Advance for Purchases	1,60,262	-	1,20,81,495
Advance for Purchases	-	55,592	46,16,893
<b>Unhedged Assets</b>	<b>5,76,910</b>	<b>55,592</b>	<b>4,81,07,760</b>
Advances from customers	18,98,000	-	14,30,82,461
Payable for Supplies	59,105	-	44,55,684
Borrowings	8,97,764	-	6,76,78,711
<b>Unhedged Liabilities</b>	<b>28,54,869</b>	<b>-</b>	<b>21,52,16,856</b>

The Company uses Forward Exchange Contracts to hedge its exposures in foreign currency related to underlying transactions and firm commitments. The information on Derivative Instruments is as follows:

**Forward Exchange Contracts outstanding as at year end which are not designated under hedge accounting:**

Currency	Cross Currency	As at March 31, 2021		As at March 31, 2020	
		In Buy USD	In sell USD	In Buy USD	In sell USD
INR	USD	-	24,00,000	-	30,00,000

The Company uses forward exchange contracts to hedge its transactional currency exposures in foreign currency related to underlying transactions and firm commitments and measures them at fair value. The counter party in these derivative instruments are generally highly rated counter parties such as banks and the Company considers the risk of non-performance by such counterparty as not material. The Company has not designated hedges under Hedge Accounting. These derivative instruments are carried at fair value with changes being recognised in the Statement of Profit and Loss. Although, such derivative instruments are not designated in a hedge relationship, they act as an economic hedge and will offset the gain / loss in the underlying transactions when they occur.



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**MIDWEST GRANITE PRIVATE LIMITED**

**Notes to the Financial statements**

(All amounts in Indian Rupees )

**i) Foreign Currency Risk - Sensitivity**

The analysis is based on the assumption that the Foreign Currency has increased / (decreased) by 2.5% with all other variables held constant.

**2.5% increase or decrease in foreign exchange rates will have the following impact on profit before tax**

Particulars	As at March 31, 2021	As at March 31, 2020
<b>USD Sensitivity:</b>		
INR/USD -Increase by	13,32,725	(42,93,150)
INR/USD -Decrease by	(13,32,725)	42,93,150
<b>Euros Sensitivity:</b>		
INR/Euro -Increase by	(32,342)	(55,592)
INR/Euro -Decrease by	32,342	55,592

**(C) Liquidity Risk:**

Liquidity risk refers to the risk that the Company cannot meet its financial obligations. The objective of liquidity risk management is to maintain sufficient liquidity and ensure that funds are available for use as per requirements.

The Company manage its risk from their principle source of resources such as cash and cash equivalents , cash flows that is generated from operations and other means of borrowings, to ensure, as far as possible , that it will always have sufficient liquidity to meet the liabilities.

The table below provides details regarding the remaining contractual maturities of financial liabilities at the reporting date:

	On Demand	Due in one year	Due after one year	Total
<b>As at March 31, 2021</b>				
Borrowing	4,55,53,924	20,07,14,365	32,05,65,680	56,68,33,969
Trade and other payable	-	4,60,18,077	-	4,60,18,077
Other financial liabilities	-	29,73,05,373	-	29,73,05,373
<b>As at March 31, 2020</b>				
Borrowing	13,94,63,530	15,09,31,238	28,66,89,187	57,70,83,955
Lease liability	-	3,95,43,762	-	3,95,43,762
Trade and other payable	-	1,47,68,118	-	1,47,68,118
Other financial liabilities	-	13,14,96,573	-	13,14,96,573

**D) Other risk – Impact of COVID-19**

The management has assessed the impact of COVID-19 pandemic on the financial statements, business operations, liquidity position, cash flow and has concluded that based on the current estimates no material adjustments are required in the carrying amount of assets and liabilities as at 31st March 2021.

The impact of the pandemic may be different from that estimated as at the date of approval of these Standalone financial statements and the Company will continue to closely monitor any material changes to future economic conditions.

**Note 31: Capital Management**

The Company's financial strategy aims to provide adequate capital for its growth plans for sustained stakeholder value. The company's objective is to safeguard its ability to continue as a going concern, so that it can continue to provide returns for shareholders and benefits for other stakeholders. And depending on the financial market scenario, nature of the funding requirements and cost of such funding, the Company decides the optimum capital structure. The Company aims at maintaining a strong capital base so as to maintain adequate supply of funds towards future growth plans as a going concern.

The Company monitors the capital structure on the basis of total debt to equity ratio :

Particulars	As at March 31, 2021	As at March 31, 2020
Net Debt	52,64,04,580	54,83,09,661
Equity	255,27,77,831	222,71,51,717
<b>Total Capital ( Net Debt Total Equity)</b>	<b>307,91,82,411</b>	<b>277,54,61,378</b>
<b>Net Debt to Total Capital (%)</b>	<b>17.10%</b>	<b>19.76%</b>

Net debt represents:

Particulars	As at March 31, 2021	As at March 31, 2020
<b>A) Borrowings</b>		
Non-current borrowings	32,05,65,680	28,66,89,187
Current borrowings	4,55,53,924	13,94,63,530
Current Maturity of long term borrowings	20,07,14,365	15,09,31,238
<b>Total(A)</b>	<b>56,68,33,969</b>	<b>57,70,83,955</b>
<b>B) Cash and cash equivalents</b>	<b>3,81,09,309</b>	<b>2,65,21,826</b>
Bank balances other than above	23,20,080	22,52,469
<b>Total(B)</b>	<b>4,04,29,389</b>	<b>2,87,74,295</b>
<b>C) Net Debt (A-B)</b>	<b>52,64,04,580</b>	<b>54,83,09,661</b>



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**Note 32: Contingent Liabilities and Commitments**

	As at March 31, 2021	As at March 31, 2020
<b>(a) Contingent Liabilities:</b>		
(i) On account of Corporate guarantees	19,84,35,074	30,50,84,886
(ii) On account of Letter of credits and Bank Guarantees	72,42,665	45,40,750
(iii) Income tax demands disputed/contested by the company pending in appeal	3,86,47,177	3,64,59,457
(iv) Demand of Excise duty against the company	1,93,18,941	1,93,18,941
(v) Demand of Custom duty against the company	13,76,82,160	13,76,82,160
(vi) Demand of Entry tax against the company	3,23,50,995	3,23,50,995
<b>(b) Commitments:</b>		
(i) Capital commitments	5,58,77,544	5,58,60,952
(i) On account of Bonds executed with Customs authorities (Refer note (i) below)	20,13,75,945	21,09,89,945
Note: (i) Performance obligations relating to bonds executed with customs authorities has been duly met by the company and applied for redemption of bonds which is in the process.		
(ii) It is not practicable for the company to estimate the timings of cash flows, if any, in respect of the above pending resolution of the respective proceedings.		

**Note 33: Payables to Micro, Small & Medium Enterprises**

Information pertaining to Micro and Small Enterprises as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 (Act) as given below has been determined to the extent such parties have been identified on the basis of information available with the Company:

	As at March 31, 2021	As at March 31, 2020
Principal amount remaining unpaid as on 31st March	NIL	NIL
Interest due thereon as on 31st March	NIL	NIL
Interest paid by the Company in terms of Section 16 of Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of payment made to the supplier beyond the appointed day during the year	NIL	NIL
Interest due and payable for the period of delay in making payment ( which have been paid but beyond the appointed day during the year) but without adding the interest specified under the Act	NIL	NIL
Interest accrued and remaining unpaid as at 31st March	NIL	NIL
Further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under Section 23 of the Act	NIL	NIL

**Note 34 : Segment Information**

**Description of segments and principal activities**

The Whole time Director has been identified as the Chief Operating Decision Maker (CODM). Operating segments are defined as components of an enterprise for which discrete financial information is available. This is evaluated regularly by the CODM, in deciding how to allocate resources and assessing the Company's performance. The Company is engaged in the business of quarrying, manufacturing and processing and selling of Granite and operates in a single operating segment.

The reportable segments has been provided in the consolidated financial statements of the company and therefore no separate disclosure on segment information given in this standalone financial statements.



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**MIDWEST GRANITE PRIVATE LIMITED**  
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**Note 35: Interest in other entities**

The Company's subsidiaries, joint ventures, associates, Limited liability partnerships and Partnership firms as at March 31, 2021 are set below. Unless otherwise stated, they have share capital consisting solely of equity shares that are held directly by the company.

Name of the entity	Relationship	Principal activity	Ownership Interest	
			As at March 31, 2021	As at March 31, 2020
Reliance Diamond Tools Private Limited	Subsidiary	Manufacturing of Diamond Tools	100%	100%
Andhra Pradesh (Midwest) Granite Private Limited	Subsidiary	Quarrying, manufacturing and processing and selling of Granite	85%	85%
BEML Midwest Limited	Subsidiary	Mining and Mineral Trading	53%	53%
Midwest Holdings Limited	Subsidiary	Investment Company	100%	100%
Amaya Smart Technologies Private Limited	Subsidiary	Software Development	99.99%	99.99%
RDT Diamond Tools Private Limited	Subsidiary	Manufacture of Diamond Wire Rope	100%	100%
Midwest Neostone Private Limited	Subsidiary	Manufacture of Non-metallic products	100%	100%
Midwest Mining Private Limited	Subsidiary	Mineral Exploration	100%	100%
Vendeep Technoidentity Solutions Private Limited (Up to June 22, 2020)	Subsidiary	Software Development	--	51%
Midwest Energy Private Limited	Subsidiary	Energy solutions	100%	100%
Midwest Gold Limited	Subsidiary	Trading Business of Granite Marbles and Gold	71%	71%
Deccan Silica LLP	Subsidiary	Production and Trading of Silca products	75%	75%
Baahula Minerals	Subsidiary	Mineral Exploration	50%	50%
South Coast Infrastructure Development Company of Andhra Pradesh Limited	Joint venture	Manufacturing of Building Materials	50%	50%
SMW Granites LLP	Joint venture	Manufacture of Granite Slabs	50%	50%

**Note 36: Related Party Transactions**

**(a) Subsidiaries**

- : Reliance Diamond Tools Private Limited
- : Andhra Pradesh (Midwest) Granite Private Limited
- : BEML Midwest Limited
- : Midwest Holdings Limited
- : Amaya Smart Technologies Private Limited
- : RDT Diamond Tools Private Limited
- : Midwest Neostone Private Limited
- : Midwest Mining Private Limited
- : Vendeep Technoidentity Solutions Private Limited (Up to June 22, 2020)
- : Midwest Energy Private Limited
- : Midwest Gold Limited
- : Deccan Silica LLP
- : Baahula Minerals



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**MIDWEST GRANITE PRIVATE LIMITED**  
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- (b) Step-down subsidiaries : South Asia Granite and Marble Private Limited  
: Maven Holding Limited  
: Midwest Africa LDA  
: Midwest Gercoal LDA  
: Midwest Gondana LDA  
: Midwest Koriba LDA  
: Midwest Texera LDA
- (c) Joint venture : South Coast Infrastructure Development Company of Andhra Pradesh Limited  
: SMW Granites LLP
- (d) Key Management personnel(KMP) : K.Raghava Reddy, President  
: K.Ramachandra, Director  
: K.Ranganayakamma, Chairman  
: K.Soumya, Director  
: G.Ravindra Reddy, Director
- (e) Relatives of Key Management personnel : K.Deepak  
: K.Uma Priyadarshini

**(f) Transactions with Related Parties:**

	As at March 31, 2021		As at March 31, 2020	
	Amount	Outstanding balance as at March 31, 2021	Amount	Outstanding balance as at March 31, 2020
<b>1.Key Management Personnel:</b>				
<b>Short-term employee benefits</b>				
<b>Remuneration*:</b>				
K.Raghava Reddy	3,73,67,114	(2,93,97,803)	42,77,777	-
K.Ramachandra	3,48,22,423	(2,78,58,274)	1,80,11,632	(1,04,87,119)
K.Ranganayakamma	4,97,65,689	(4,71,49,664)	1,80,62,229	(1,47,03,705)
K.Soumya	3,92,57,363	(2,76,59,953)	1,95,58,972	(1,02,21,591)
<b>Acceptance of unsecured loan:</b>				
K.Raghava Reddy	-	-	2,96,29,000	(2,10,68,366)
K.Ranganayakamma	-	(27,50,000)	-	(1,27,50,000)
<b>Repayment of unsecured loans to :</b>				
K.Raghava Reddy	2,14,00,000	-	88,06,634	-
K.Ranganayakamma	1,00,00,000	-	-	-
G.Ravindra Reddy	-	-	28,00,000	-
<b>Rent paid:</b>				
K.Ramachandra	42,00,000	-	10,40,000	-
<b>Professional charges:</b>				
G.Ravindra Reddy	10,50,000	(1,15,625)	14,12,258	(96,532)
<b>2.Relatives of Key Management personnel:</b>				
<b>Advance for expenses:</b>				
K.Deepak	-	8,827	-	11,58,275
<b>Salaries:</b>				
K.Deepak	1,40,16,026	-	75,68,426	-
K.Uma Priyadarshini	4,13,13,406	(2,99,09,765)	25,37,669	(3,13,028)

\* Provision for employee benefits, which are based on actuarial valuation done on an overall company basis, is excluded.



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**MIDWEST GRANITE PRIVATE LIMITED**  
Notes to the Financial statements  
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	As at March 31, 2021		As at March 31, 2020	
	Transaction Amount	Outstanding balance as at March 31, 2021	Transaction Amount	Outstanding balance as at March 31, 2020
<b>3.Subsidiaries:</b>				
<u>Unsecured loan (Given):</u>				
Midwest Gold Limited	3,81,24,000	17,84,12,039	1,54,81,696	13,65,95,450
RDT Diamond Tools Private Limited	4,49,80,000	4,67,96,357	27,32,736	94,02,577
Andhra Pradesh (Midwest) Granite Private Limited	-	-	1,68,50,000	-
<u>Repayment of Unsecured loan by :</u>				
RDT Diamond Tools Private Limited	1,02,00,000	-	-	-
Andhra Pradesh (Midwest) Granite Private Limited	-	-	1,68,50,000	-
<u>Equipment Rental Income:</u>				
Andhra Pradesh (Midwest) Granite Private Limited	7,33,35,880	(3,44,62,631)	1,87,08,737	-
<u>Sale of goods:</u>				
Midwest Gold Limited	33,08,000	2,78,78,984	39,22,800	2,40,32,424
Amaya Smart Technologies Private Limited	-	2,93,350	-	2,93,350
Andhra Pradesh (Midwest) Granite Private Limited	44,22,720	-	-	-
<u>Sale of Property, Plant and Equipment:</u>				
Midwest Gold Limited	-	-	5,13,500	-
Baahula Minerals	-	4,66,100	3,95,000	4,66,100
<u>Advances for expenses:</u>				
Midwest Gold Limited	-	-	79,968	-
RDT Diamond Tools Private Limited	-	-	70,000	-
<u>Rent Received</u>				
Midwest Gold Limited	1,20,000	-	1,20,000	-
RDT Diamond Tools Private Limited	7,32,048	-	6,65,500	-
<u>Interest Accured on Loans</u>				
Midwest Gold Limited	39,91,988	-	8,14,151	-
RDT Diamond tools Private Limited	28,25,708	-	7,01,885	-
Andhra Pradesh (Midwest) Granite Private Limited	-	-	15,32,923	38,17,660
<u>Corporate guarantee given:</u>				
Midwest Gold Limited	1,75,00,000	1,75,00,000	1,75,00,000	1,75,00,000
Reliance Diamond Tools Private Limited	1,89,37,214	1,89,37,214	2,78,03,505	2,78,03,505
Andhra Pradesh Granite (Midwest) Private Limited	8,47,56,555	8,47,56,555	17,85,45,074	17,85,45,074
RDT Diamond Tools Private Limited	2,66,24,982	2,66,24,982	2,95,04,118	2,95,04,118
<u>Corporate guarantee taken:</u>				
Midwest Gold Limited	3,92,43,192	3,92,43,192	10,86,75,810	10,86,75,810
<u>Purchase of goods:</u>				
RDT Diamond Tools Private Limited	28,00,000	(21,94,675)	2,62,50,000	58,36,530
Andhra Pradesh (Midwest) Granite Private Limited	16,56,141	-	-	-



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**MIDWEST GRANITE PRIVATE LIMITED**  
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	As at March 31, 2021		As at March 31, 2020	
	Transaction Amount	Outstanding balance as at March 31, 2021	Transaction Amount	Outstanding balance as at March 31, 2020
<u>Purchase of assets</u>				
Andhra Pradesh (Midwest) Granite Private Limited	-	-	1,96,51,762	-
<u>Purchase of Spares</u>				
Andhra Pradesh (Midwest) Granite Private Limited	-	-	2,64,000	-
<u>Investment in equity shares:</u>				
Midwest Neostone Private Limited	-	8,71,00,000	46,00,000	8,71,00,000
Midwest Energy Private Limited	2,19,96,000	2,46,96,800	19,00,000	27,00,800
<u>Disposal in equity shares:</u>				
Vandeep Technoidentity Solutions Private Limited	35,70,000	-	-	-
Midwest Oil Private Limited	-	-	1,48,000	-
Amaya Stones Private Limited	-	-	2,49,950	-
<u>Disposal in Preference shares:</u>				
Vandeep Technoidentity Solutions Private Limited	94,26,000	-	-	-
<u>Advance for purchases:</u>				
Baahula Minerals	88,00,000	5,22,55,313	24,30,000	4,34,55,313
<u>4.Step-down subsidiary:</u>				
<u>Corporate guarantee given:</u>				
South Asia Granite and Marble Private Limited	5,06,16,323	5,06,16,323	5,17,32,189	4,69,35,214
<u>5.Joint venture:</u>				
<u>Unsecured loans given:</u>				
South Coast Infrastructure Development Company of Andhra Pradesh Limited	-	3,00,13,415	-	3,00,13,415
<u>Rent received:</u>				
SMW Granites LLP	2,03,280	6,38,597	1,84,800	3,48,054
<u>Advances for expenses:</u>				
SMW Granites LLP	41,953	-	63,790	-
<u>Sale of goods:</u>				
SMW Granites LLP	47,12,300	61,66,348	37,91,824	60,20,012

(Transaction Amounts are excluding applicable taxes and outstanding includes applicable taxes)



2

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**MIDWEST GRANITE PRIVATE LIMITED**  
**Notes to the Financial statements**  
 (All amounts are in Rupees)

**Note 37 : Assets pledged as security**

The carrying amounts of Company's assets pledged as security for current borrowings are:

	As at March 31, 2021	As at March 31, 2020
<b>Working capital loans from banks (secured)</b>		
<b>Primary security</b>		
<b>Current assets</b>		
Financial assets	44,61,98,636	28,46,30,112
Non financial assets	55,72,26,734	46,51,10,423
Property, plant and equipment (except freehold land, leasehold land and improvements to leasehold premises)	76,63,47,492	46,50,80,169
<b>Total current borrowings</b>	<b>176,97,72,862</b>	<b>121,48,20,704</b>

Note: Collateral security and other conditions / details are disclosed in Note 15.

**Note 38: Earnings per share**

	As at March 31, 2021	As at March 31, 2020
<b>Basic &amp; Diluted EPS</b>		
Basic and Diluted earnings per share attributable to the equity holders of the company	5,030.70	1,700.56

**(c) Reconciliation of earnings used in calculating earnings per share**

	As at March 31, 2021	As at March 31, 2020
<b>Basic and Diluted earnings per share</b>		
Profit attributable to the equity holders of the company used in calculating earnings per share	42,19,64,049	15,53,34,635

**(d) Weighted average number of shares used as the denominator**

	As at March 31, 2021	As at March 31, 2020
Weighted average number of equity shares used as the denominator in calculating basic earnings per share	83,878	91,343
Adjustments for calculation of diluted earnings per share:	-	-
Weighted average number of equity shares used as the denominator in calculating diluted	<b>83,878</b>	<b>91,343</b>

**Note 39: Note on Balances:**

(i) Capital advances, Supplier advances and Advance for CWIP as at March 31, 2021 includes Rs.6,76,16,122/-, Rs.6,59,78,574/-, and Rs.62,34,000/- due for a period of more than one year respectively, for which no provision has been made in the books of account, as the management considers these receivables as good and confident of recoverability, accordingly no provision required to be made as there was no uncertainty at present on recoverability of these receivables and advances.

(ii) Confirmation letters have been issued in respect of trade receivables and other receivables and advances and trade payables and other payables of the company but not responded in many cases. Balances where confirmations are not forthcoming, such balances are subject to reconciliation and consequential adjustments required, if any, would be determined/made on receipt of confirmation. However, in the opinion of the Board, assets other than Fixed Assets and non-current investments have a value on realisation in the ordinary course of business at least equal to the amount at which they are stated and provision for all known liabilities have been made.



*[Handwritten signature]*

*[Handwritten signature]*

**MIDWEST GRANITE PRIVATE LIMITED**  
Notes to the Financial statements  
(All amounts are in Rupees)

**Note 40: Details loans given. Investments made and guarantee given covered under sub-section (4) of section 186 of the Companies Act, 2013**

Particulars	Opening balance as on April 01, 2020	Amount of transaction	Amount outstanding's as on March 31, 2021	Purpose for which loan or guarantee is proposed to be utilised
<b>A. Loans given by the company : Prior to 1/4/2014</b>				
<b>(a) Interest free unsecured loans:</b>				
South Coast Infrastructure Development of Andhra Pradesh Private Limited	3,00,13,415	-	3,00,13,415	
Midwest Gold Limited	12,11,13,754	-	12,11,13,754	
<b>(b) Interest bearing unsecured loans:</b>				
RDT Diamond Tools Private Limited	94,02,577	3,73,93,780	4,67,96,357	
Midwest Gold Limited	1,54,81,696	4,18,16,589	5,72,98,285	
<b>B. Investments made:</b>				
<b>(a) Equity Shares</b>				
Reliance Diamond Tools Private Limited	1,03,39,975	-	1,03,39,975	
Andhra Pradesh Granite (Midwest) Private Limited	8,49,99,900	-	8,49,99,900	
BEML Midwest Limited	6,61,72,000	-	6,61,72,000	
Midwest Holdings Limited	13,01,18,398	-	13,01,18,398	
Amaya Smart Technologies Private Limited	97,74,990	-	97,74,990	
RDT Diamond Tools Private Limited	2,50,00,000	-	2,50,00,000	
Midwest Neostone Private Limited	8,71,00,000	-	8,71,00,000	
Midwest Energy Private Limited	27,00,800	2,19,96,000	2,46,96,800	
Midwest Mining Private Limited	99,22,900	-	99,22,900	
Vendeep Technoidentity Solutions Private Limited*	35,70,000	(35,70,000)	-	
Midwest Gold Limited	2,24,09,479	-	2,24,09,479	
South Coast Infrastructure Development Company of Andhra Pradesh Limited	2,50,000	-	2,50,000	
SMW Granites LLP	40,00,000	-	40,00,000	
Deccan Silica LLP	63,17,345	-	63,17,345	
<b>(b) Preference Shares</b>				
Midwest Holdings Limited	31,78,61,596	-	31,78,61,596	
Vendeep Techno identity Solutions Private Limited *	94,26,000	(94,26,000)	-	
<b>B. Guarantee given:</b>				
Midwest Gold Limited			1,75,00,000	Working Capital Loans and other credit facilities
Reliance Diamond Tools Private Limited			1,89,37,214	Working Capital Loans
Andhra Pradesh Granite (Midwest) Private Limited			8,47,56,555	
RDT Diamond Tools Private Limited			2,66,24,982	
South Asia Granite and Marble Private Limited			5,06,16,323	

\* Investments sold during the year

**Note 41:** The figures for the previous year have been reclassified / regrouped wherever necessary to conform to current year's classification.

The accompanying notes are an integral part of the financial statements

As per our report of even date

For MAJETI & CO.,

Chartered Accountants

Firm's Registration Number:0159755

*M. Kiran Kumar Majeti*  
Kiran Kumar Majeti  
Partner

Membership Number :220354

Hyderabad

October 18,2021



For and on behalf of Board

*K. Ranganayakamma*

K.Ranganayakamma  
Chairman  
DIN:00033569

*K. Ramachandra*

K.Ramachandra  
Director  
DIN:00060086





## INDEPENDENT AUDITOR'S REPORT

To  
**The Members of Midwest Granite Private Limited**  
**Report on the Audit of the Consolidated Ind AS Financial Statements**

### Qualified Opinion

We have audited the accompanying consolidated financial statements of **MIDWEST GRANITE PRIVATE LIMITED** ("hereinafter referred to as "the Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group"), its joint ventures, which comprise the Consolidated Balance Sheet as at 31st March, 2021, the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Consolidated Cash Flow Statement, the Consolidated Statement of Changes in Equity, for the year then ended, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the Consolidated Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, except for the possible effects of the matter described in the *Basis for Qualified Opinion* section of our report, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 (the "Act") in the manner so required and give a true and fair view in conformity with Indian Accounting Standards prescribed under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules 2015, as amended ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Group as at March 31, 2021, the consolidated profit, consolidated changes in equity and its consolidated cash flows for the year ended on that date.

### Basis for Qualified Opinion

- (a) As detailed in Note no.42(i) to the consolidated Ind AS financial statements for the year ended March 31, 2021, holding company in its standalone Ind AS financial statements has considered outstanding Capital advances, Supplier advances, and Advance in Capital work in progress of Rs.6,76,16,122/-, Rs. 6,59,78,574/-, and Rs.62,34,000/- (As at March 2020 Rs.6,87,06,278/-, Rs.4,01,56,791/- and Rs. Nil) respectively outstanding for a period more than one-year as good and fully recoverable as at the balance sheet date. For reasons stated in the aforesaid note, we are unable to comment on the recoverability of these advances and its consequential effect on these consolidated Ind AS financial statements.
- (b) As explained in Note no.38.5 to the Consolidated Ind AS financial statements, BEML Midwest Limited, a subsidiary, has not been consolidated in the absence of its Ind AS financial statements. As per the accounting principles, the financial statements of this subsidiary should have been consolidated. The effects on the consolidated Ind AS financial statements, of the failure to consolidate this subsidiary company, net of provision for diminution already made in the value of the investment, has not been determined.





- (c) Following are the Qualifications in subsidiary auditor's reports of Reliance Diamond Tools Private Limited (Srilanka), a subsidiary company and South Asia Granite and Marble Private Limited (Srilanka), a step-down subsidiary company:
- i) The subsidiary auditors have qualified the audit reports about nonattendance of physical verification of stocks due to COVID Lockdown as at the balance sheet date. Inventory amounting to Rs.3,24,28,038/-of Reliance Diamond Tools Private Limited (Srilanka), and Rs. 5,23,66,311/- of South Asia Granite and Marble Private Limited (Srilanka) has been accounted based on the management valuation.
  - ii) The subsidiary auditors also qualified the recoverability of Trade receivables as at balance sheet date amounting to Rs. 3,26,53,243/- related to Reliance Diamond tools Private Limited (Srilanka) and Rs. 13,86,43,885/- related to South Asia Granite and Marble Private Limited (Srilanka), due to non-availability corroborative evidence.
- (d) The subsidiary auditors also qualified matters related to going concern in their respective audit reports. – Refer Note no 42 (B) to the Consolidated Ind AS financial statements.
- (e) As explained in Note no.38 to the Consolidated Ind AS financial statements, financial statements of six subsidiaries (including 5 step-down subsidiaries) and one Joint Venture are unaudited and have been furnished to us by the Management whose financial statements reflect total assets of Rs. 1,62,22,10,238 /- and net assets of Rs. 21,89,28,114 /- as at 31<sup>st</sup> March, 2021, total revenue of Rs.1,78,64,410/- and total comprehensive income of Rs. 73,11,841 /- for the year ended on that date, as considered in the consolidated Ind AS financial statements. In our opinion and according to the information and explanations given to us by the Management, these financial statements are material to the Group.

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





**Information Other than the Consolidated Financial Statements and Auditor's Report Thereon:**

- The Holding Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Directors report including annexures to directors' report, but does not include the Consolidated financial statements and our auditor's report thereon which is expected to be made available to us after the date.
- Our opinion on the Consolidated financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.
- In connection with our audit of the consolidated financial statements, our responsibility is to read the other information, compare with the other information of the subsidiaries, joint ventures and associates audited by other auditors to the extent it relates to these entities and, in doing so, place reliance on the work of the other auditors and consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.
- When we read the Director report including annexures to directors' report If, we conclude that there is a material misstatement of this other information, we are required to communicate the matter to board of directors and take appropriate action as applicable under relevant laws and regulations

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

The Holding Company's Board of Directors is responsible for the preparation and presentation of these Consolidated financial statements in terms of the requirements of 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 consolidated statement of changes in equity of the Group including its associate and joint ventures in accordance with the Ind AS and other accounting principles generally accepted in India. The respective Board of Directors of the companies included in the Group and of its associate and joint ventures are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and its associate and joint ventures respectively 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 consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

In preparing the Consolidated financial statements, the respective Board of Directors of the Companies included in the Group and of its associate and joint ventures are responsible for assessing the ability of the Group and of its associate and joint ventures 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 Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the Companies included in the Group and of its associate and joint ventures are responsible for overseeing the financial reporting process of the Group and of its associate and joint ventures.

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

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

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

- Identify and assess the risks of material misstatement of the Consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Holding Company, Subsidiary Companies, associate company and joint venture companies incorporated in India have 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 the management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group and its associate and joint ventures to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group and its associate and joint ventures to cease to continue as a going concern.





- Evaluate the overall presentation, structure and content of the Consolidated financial statements, including the disclosures, and whether the Consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group and its associate and joint ventures to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities included in the consolidated financial statements of which we are the Independent Auditors. For the other entities included in the consolidated financial statements, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

### Materiality

Materiality is the magnitude of misstatements in the Consolidated financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Consolidated 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 Consolidated financial statements.

### Communication with those charged with governance

We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated financial statements of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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

### Other Matters

- a. We did not audit the financial statements of twelve subsidiaries (including two step-down subsidiaries), whose financial statements reflect total assets of Rs. 1,74,28,91,884/- and net assets of Rs. 59,55,18,514/- as at 31st March 2021, total revenues of Rs.1,73,98,73,240/- and the total comprehensive income Rs. 17,67,39,502/- for the year ended on that date, as considered in the consolidated Ind AS financial statements. The consolidated Ind AS financial statements also include the Group's share of net profit of Rs.1,55,828/- for the year ended 31st March 2021, as considered in the consolidated Ind AS financial statements, in respect of a joint venture whose financial statements have not been audited by us. These financial statements have been audited by other auditor whose report 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 its joint venture and our report in terms of sub-section (3) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiaries is based solely on the reports of the other auditors.





- b. As explained in Note no.38 to the Consolidated Ind AS financial statements, Certain subsidiaries are located outside India whose financial statements and other financial information have been prepared in accordance with accounting principles generally accepted in their respective countries and which have been audited by other auditors under generally accepted auditing standards applicable in their respective countries. The Company's management has converted the financial statements of such subsidiaries located outside India from accounting principles generally accepted in their respective countries to accounting principles generally accepted in India. We have audited these conversion adjustments made by the Company's management. Our opinion in so far as it relates to the balances and affairs of such subsidiaries located outside India is based on the report of other auditors and the conversion adjustments prepared by the management of the Company and audited by us.

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

### Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, based on our audit and on the consideration of the report of the other auditors on separate financial statements and the other financial information of subsidiaries, incorporated in India, referred in the Other Matters paragraph above we report, to the extent applicable, that:
  - (a) We have sought, *except for the possible effect of the matter described in the Basis for Qualified Opinion above*, obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statements.
  - (b) In our opinion, *except for the effect of the matters described in the Basis for Qualified Opinion paragraph above*, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books, returns and the reports of the other auditors.
  - (c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Consolidated Cash Flow Statement and Consolidated Statement of Changes in Equity dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
  - (d) In our opinion, *except for the effect of the matters described in the Basis for Qualified Opinion paragraph above*, the aforesaid consolidated financial statements comply with the Indian Accounting Standards prescribed under Section 133 of the Act.
  - (e) The matter(s) described in the Basis for Qualified Opinion section, in our opinion, may have an adverse effect on the functioning of the Group.
  - (f) On the basis of the written representations received from the directors of the Holding Company as on 31<sup>st</sup> March 2021 taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditors of its subsidiary companies incorporated





in India, none of the directors of the Group companies from being appointed as a director in terms of Section 164 (2) of the Act.

- (g) With respect to the adequacy of the internal financial controls over financial reporting of the Holding Company, its subsidiary companies, incorporated in India and the operating effectiveness of such controls, refer to our separate Report in "Annexure A".

Reporting on the adequacy of Internal Financial Control Over Financial Reporting of the Company and the operating effectiveness of such controls, under section 143(3)(i) of the Act is not applicable in view of the exemption available to five subsidiaries and two Joint ventures incorporated in India, and in terms of the notification no. G.S.R. 583(E) dated 13<sup>th</sup> June, 2017 issued by the Ministry of Corporate Affairs, Government of India, read with general circular No.08/2017 dated 25<sup>th</sup> July, 2017.

With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:

- i. *Except for the possible effect of the matter described in the Basis of Qualified Opinion above*, the consolidated financial statements disclose the impact of pending litigations on the consolidated financial position of the Group. (Refer Note No.35 to the consolidated financial statements).
- ii. *Except for the possible effect of the matter described in the Basis of Qualified Opinion above* the Group, did not have any material foreseeable losses on long-term contracts including derivative contracts as at 31<sup>st</sup> March, 2021.
- iii. There are no amounts which are required to be transferred to the Investor Education and Protection Fund by the Holding Company and its subsidiary companies, incorporated in India during the year ended 31<sup>st</sup> March 2021.

For MAJETI & Co.,  
Chartered Accountants

Firm's Registration Number: 015975S

  
KIRAN KUMAR MAJETI

Partner

Membership Number: 220354

UDIN: 21220354AAAACM8306



HYDERABAD  
15.11.2021



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

**Referred to in Paragraph 1(g) under the heading of 'Report on Other Legal and Regulatory Requirements' of our report 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")**

In conjunction with our audit of the consolidated financial statements of the Company as of and for the year ended 31<sup>st</sup> March 2021, we have audited the internal financial controls over financial reporting of **MIDWEST GRANITE PRIVATE LIMITED** (hereinafter referred to as "Holding Company") and its three subsidiary companies are companies incorporated in India to whom internal financial controls over financial reporting is applicable, as of that date.

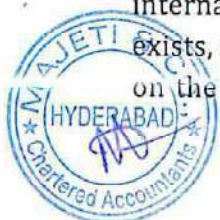
**Management's Responsibility for Internal Financial Controls**

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

**Auditor's Responsibility**

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the Holding Company, its three subsidiary companies which are companies incorporated in India, 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 was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, 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 and the audit evidence obtained by other auditors of the three subsidiary companies, which are companies incorporated in India, in terms of their reports referred to in the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls system over financial reporting of the Holding Company, its three companies, which are companies incorporated in India.

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

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

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

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

### **Opinion**

In our opinion to the best of our information and according to the explanations given to us and based on the consideration of the reports of the other auditors referred to in the Other Matters paragraph below, the Holding Company, its three subsidiary companies, which are companies incorporated in India to whom internal financial controls over financial reporting is applicable, 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 31<sup>st</sup> March 2021, based on "the criteria for internal financial control over financial reporting established by the respective companies 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".




**Other Matters**

Our aforesaid report under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls over financial reporting insofar as it relates to three subsidiary companies, which incorporated in India, is based solely on the corresponding reports of the auditors of such companies incorporated in India. Our opinion is not modified in respect of the above matters.

HYDERABAD  
15.11.2021



For MAJETI & Co.,  
Chartered Accountants  
Firm's Registration Number: 015975S

  
KIRAN KUMAR MAJETI  
Partner  
Membership Number: 220354  
UDIN: 21220354AAAACM8306



# MIDWEST GRANITE PRIVATE LIMITED

## Notes to Consolidated Financial Statements

### 1. Corporate Information

- 1.1 Midwest Granite Private Limited (the Company or MGPL) is a Private limited company incorporated under the provisions of erstwhile Companies Act, 1956 with an objective of engaged in the business of quarrying, manufacturing and processing and selling of Granite having its registered office at Hyderabad in the state of Telangana, India.
- 1.2 The Consolidated Financial Statements comprise financial statements of "Midwest Granite Private Limited" ("the Holding Company") and its subsidiaries, joint ventures and associate (collectively referred to as "the Group") for the year ended 31<sup>st</sup> March, 2021.
- 1.3 Midwest Granite Private Limited was incorporated on 11.12.1981.

The consolidated financial statements are approved for issue by the Company's Board of Directors on 15<sup>th</sup> November, 2021.

### 2. Significant accounting policies

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

#### 2.1 Compliance with Ind AS

The consolidated financial statements comply in all material aspects with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 (the Act) including the rules notified under the relevant provisions of the Act.

The consolidated financial statements up to year ended March 31, 2021 were prepared in accordance with the Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 (the Act) including the rules notified under the relevant provisions of the Act.

#### 2.2 Basis of Preparation of consolidated financial statements

##### (i) Historical cost convention

The consolidated financial statements have been prepared as a going concern on accrual basis of accounting. The group has adopted historical cost basis for assets and liabilities except for certain items which have been measured on a different basis and such basis is disclosed in the relevant accounting policy. The consolidated financial statements are presented in Indian Rupees (INR).

##### (ii) Current and non-current classification

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

An asset is classified as current if:

- (i) It is expected to be realised or sold or consumed in the group's normal operating cycle;
- (ii) It is held primarily for the purpose of trading;
- (iii) It is expected to be realized within twelve months after the reporting period; or
- (iv) It is cash or a cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

A liability is classified as current if:

- (i) It is expected to be settled in normal operating cycle;
- (ii) It is held primarily for the purpose of trading;
- (iii) It is expected to be settled within twelve months after the reporting period;
- (iv) It has no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

All other assets and liabilities are classified as non-current. Deferred tax assets and liabilities are classified as non-current only.



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# MIDWEST GRANITE PRIVATE LIMITED

## Notes to Consolidated Financial Statements

All assets and liabilities have been classified as current or non-current as per group's operating cycle and other criteria set out in Schedule-III of the Companies Act, 2013. Based on the nature of business, the group has ascertained its operating cycle as 12 months for the purpose of current or non-current classification of assets and liabilities.

### 2.3 Segment Reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the Chief Operating Decision Maker. The Whole Time Director has been identified as the Chief Operating Decision Maker. Refer Note 37 for the segment information presented.

### 2.4 Principles of Consolidation

- a) The financial statements of the Holding Company and its Subsidiaries are combined on line by line basis by adding together like items of assets, liabilities, equity, incomes, expenses and cash flows, after eliminating intra-group balances and intra-group transactions.
- b) Profit and loss resulting from intra-group transactions that are recognized in assets, such as Inventory and Property, plant and equipment, are eliminated in full.
- c) In case of Foreign subsidiaries, revenue items are consolidated at average rate prevailing during the year. All assets and liabilities are converted at rates prevailing at the end of the year. Any exchange difference arising on consolidation is recognized in Foreign Currency Translation Reserve (FCTR).
- d) Goodwill represents the difference between the Company's share in the net worth of subsidiaries and the cost of acquisition at each point of time of making the investment in the subsidiaries. Goodwill is subsequently measured at cost less any accumulated impairment annually.
- e) The audited / unaudited financial statements of foreign subsidiaries / joint ventures / associates have been prepared in accordance with the Generally Accepted Accounting Principles of its Country of Incorporation or Ind AS.
- f) The difference in accounting policies of the Holding Company and its subsidiaries / associates are not material.
- g) The carrying amount of the parent's investment in each subsidiary is offset (eliminated) against the parent's portion of equity in each subsidiary.
- h) The difference between the proceeds from disposal of investment in subsidiaries and carrying amount of its assets less liabilities as on the date of disposal is recognized in the Consolidated statement of profit and loss being the profit or loss on disposal of investment in subsidiary.
- i) Investment in Associates and Joint venture has been accounted under Equity Method as per Ind AS 28-Investments in Associates and Joint Ventures.

Under the equity method of accounting, the investments are initially recognized at cost and adjusted thereafter to recognize the group's share of the post-acquisition profits or losses of the investee in profit and loss, and the group's share of other comprehensive income of the investee in other comprehensive income. Dividends received or receivable from associates and joint ventures are recognized as a reduction in the carrying amount of the investment.

When the group's share of losses in an equity-accounted investment equals or exceeds its interest in the entity, the group does not recognize further losses, unless it has incurred obligations or made payments on behalf of the other entity.

- j) Non-controlling Interest's share of profit / loss of consolidated subsidiaries for the year is identified and adjusted against the income of the Group in order to arrive at the net income attributable to shareholders of the Company.



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# MIDWEST GRANITE PRIVATE LIMITED

## Notes to Consolidated Financial Statements

k) Non-controlling Interest's share of net assets of consolidated subsidiaries is identified and presented in the Consolidated Balance Sheet.

### l) Change in Group's Ownership interest in existing Subsidiaries

Changes in the Group's ownership interests in subsidiaries that do not result in the Group's losing control over the subsidiaries are accounted for as equity transactions. The carrying amounts of the Group's interests and the non-controlling interests are adjusted to reflect the changes in their relative interests in the subsidiaries. Any difference between the amount by which the non-controlling interests are adjusted and the fair value of the consideration paid or received is recognised directly in equity and attributed to owners of the Company

When the Group loses control of a subsidiary, a gain or loss is recognised in profit or loss and is calculated as the difference between (i) the aggregate of the fair value of the consideration received and the fair value of any retained interest and (ii) the previous carrying amount of the assets (including goodwill), and liabilities of the subsidiary and any non-controlling interests. All amounts previously recognised in other comprehensive income in relation to that subsidiary are accounted for as if the Group had directly disposed of the related assets or liabilities of the subsidiary (i.e. reclassified to profit or loss or transferred to another category of equity as specified/permitted by applicable Ind AS). The fair value of any investment retained in the former subsidiary at the date when control is lost is regarded as the fair value on initial recognition for subsequent accounting under Ind AS 109 "Financial Instruments" or, when applicable, the cost on initial recognition of an investment in an associate or a joint venture.

## 2.5 Foreign currency transactions

### a) Functional and presentation currency

Items included in the financial statements of the group are measured using the currency of the primary economic environment in which the entity operates ('the functional currency'). The consolidated financial statements and all financial information are presented in Indian rupee (INR), which is group's functional and presentation currency.

### b) Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currencies at year end exchange rates are generally recognised in statement of profit and loss. Non-monetary items that are measured in terms of historical cost in a foreign currency, using the exchange rate at the date of the transaction. Non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined. Translation differences on assets and liabilities carried at fair value are reported as part of the fair value gain or loss.

### c) Group companies

The results and financial position of foreign operations that have a functional currency different from the presentation currency are translated into the presentation currency as follows:

- assets and liabilities are translated at the closing rate at the date of that balance sheet
- income and expenses are translated at average exchange rates (unless this is not a reasonable approximation of the cumulative effect of the rates prevailing on the transaction dates, in which case income and expenses are translated at the dates of the transactions), and
- All resulting exchange differences are recognised in other comprehensive income.





# MIDWEST GRANITE PRIVATE LIMITED

## Notes to Consolidated Financial Statements

### 2.6 Critical estimates and judgement

The preparation of consolidated financial statements in conformity with Ind AS requires management of the group to make estimates and assumptions and judgements that affect the reported amounts of assets and liabilities and disclosure of contingent assets; liabilities at the date of the financial statements and the results of operations during the reporting periods. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from those estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Any revision to accounting estimates is recognised prospectively in the current and future periods.

Following are the areas that involved a higher degree of judgement or complexity, and of items which are more likely to be materially adjusted due to estimates and assumptions turning out to be different than those originally assessed. Detailed information about each of these estimates and judgements is included in relevant notes together with information about the basis of calculation for each affected line item in the consolidated financial statements.

The areas involving critical estimates or judgements are:

- Estimation of expected credit loss on financial assets – Note 33(A) (I).
- Useful life of Property, Plant & Equipment – Note 2.9
- Recognition and measurement of defined benefit obligations – Note 2.17
- Estimation of current tax expense and payable – Note 2.15
- Estimation of uncertainties relating to the global health pandemic from Covid -19 Note 33(D).

### 2.7 Revenue recognition

#### Sale of Products - Recognition & Measurement

Revenue from the sale of products is recognised at the point in time when the products are delivered to the customer (as it considered as that customer has obtained the control / legal title has been transferred) as per the terms of the contract. Revenue is measured based on the transaction price, which is the consideration, adjusted for volume discounts, service level credits, performance bonuses, price concessions and incentives, if any, as specified in the contract with the customer. Revenue also excludes taxes collected from customers.

The Group's customers pay for products received in accordance with payment terms that are customary in the industry and do not have significant financing components.

Liquidated damages and penalties are accounted as per the contract terms wherever there is a delay / default attributable to the Group and when there is a reasonable certainty with which the same can be estimated.

#### Sale of services

Revenue from operations and maintenance services are recognised on output basis measured by efforts expended, number of transactions processed, etc.

Some contracts include multiple deliverables, such as the sale of products required for maintenance services. It is therefore accounted for as a separate performance obligation. The revenue from sale of products is recognised at a point in time when the product is delivered, the legal title has been passed and the customer has accepted the product.

#### Dividend Income

Dividend income on investments is accounted for when the right to receive the same is established, which is generally when shareholders approve the dividend. Dividend income is included in Other Income in the Statement of Profit and Loss.



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# MIDWEST GRANITE PRIVATE LIMITED

## Notes to Consolidated Financial Statements

### Interest Income

Interest income on all financial assets measured at amortised cost, interest income is recognised using the effective interest rate (EIR) method, is recognised in the statement of profit and loss as part of other income.

Interest income is calculated by applying the effective interest rate to the gross carrying amount of the financial asset except for financial assets that subsequently become credit impaired. For credit impaired financial assets, the effective interest rate is applied to the net carrying amount of the financial asset (after deduction of the expected credit loss).

### 2.8 Leases

#### As a lessee

The Group accounts for each lease component within the contract as a lease separately from non-lease components of the contract and allocates the consideration in the contract to each lease component on the basis of the relative stand-alone price of the lease component and the aggregate stand-alone price of the non-lease components.

The Group recognises right-of-use asset representing its right to use the underlying asset for the lease term at the lease commencement date. The cost of the right-of-use asset measured at inception shall comprise of the amount of the initial measurement of the lease liability adjusted for any lease payments made at or before the commencement date less any lease incentives received, plus any initial direct costs incurred and an estimate of costs to be incurred by the lessee in dismantling and removing the underlying asset or restoring the underlying asset or site on which it is located. The right-of-use assets is subsequently measured at cost less any accumulated depreciation, accumulated impairment losses, if any and adjusted for any remeasurement of the lease liability. The right-of-use assets is depreciated using the straight-line method from the commencement date over the shorter of lease term or useful life of right-of-use asset. The estimated useful lives of right-of use assets are determined on the same basis as those of property, plant and equipment. Right-of-use assets are tested for impairment whenever there is any indication that their carrying amounts may not be recoverable. Impairment loss, if any, is recognised in the statement of profit and loss.

The Group measures the lease liability at the present value of the lease payments that are not paid at the commencement date of the lease. The lease payments are discounted using the interest rate implicit in the lease, if that rate can be readily determined. If that rate cannot be readily determined, the Group uses incremental borrowing rate. For leases with reasonably similar characteristics, the group, on a lease-by-lease basis, may adopt either the incremental borrowing rate specific to the lease or the incremental borrowing rate for the portfolio as a whole. The lease payments shall include fixed payments, variable lease payments, residual value guarantees, exercise price of a purchase option where the group is reasonably certain to exercise that option and payments of penalties for terminating the lease, if the lease term reflects the lessee exercising an option to terminate the lease. The lease liability is subsequently remeasured by increasing the carrying amount to reflect interest on the lease liability, reducing the carrying amount to reflect the lease payments made and remeasuring the carrying amount to reflect any reassessment or lease modifications or to reflect revised in-substance fixed lease payments. The group recognises the amount of the re-measurement of lease liability due to modification as an adjustment to the right-of-use asset and statement of profit and loss depending upon the nature of modification. Where the carrying amount of the right-of-use asset is reduced to zero and there is a further reduction in the measurement of the lease liability, the group recognises any remaining amount of the re-measurement in statement of profit and loss.

#### As a lessor

At the inception of the lease the Group classifies each of its leases as either an operating lease or a finance lease. The Group recognises lease payments received under operating leases as income on a straight-line basis over the lease term. In case of a finance lease, finance income is recognised over the lease term based on a pattern reflecting a constant periodic rate of return on the lessor's net



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# MIDWEST GRANITE PRIVATE LIMITED

## Notes to Consolidated Financial Statements

investment in the lease. When the group is an intermediate lessor it accounts for its interests in the head lease and the sub-lease separately. It assesses the lease classification of a sub-lease with reference to the right-of-use asset arising from the head lease, not with reference to the underlying asset. If a head lease is a short term lease to which the Group applies the exemption described above, then it classifies the sub-lease as an operating lease.

### Property, Plant and Equipment

#### i) Recognition and measurement

The initial cost of property, plant and equipment comprises its purchase price, including import duties and non-refundable purchase taxes, and any directly attributable costs of bringing an asset to working condition and location for its intended use. It also includes the initial estimate of the costs if any of dismantling and removing the item and restoring the site on which it is located. Items such as spares are capitalized when they meet the definition of property, plant and equipment. If significant parts of an item of property, plant and equipment have different useful lives, then they are accounted for as separate items (major components) of property, plant and equipment. Likewise, expenditure towards major inspections and overhauls are identified as a separate component and depreciated over the expected period till the next overhaul expenditure.

#### ii) Subsequent expenditure

Subsequent expenditure related to an item of property, plant and equipment is added to its book value only if it increases the future economic benefits from the existing asset beyond its previously assessed standard of performance/life. All other expenses on existing property, plant and equipment, including day-today repair and maintenance expenditure and cost of replacing parts, are charged to the statement of profit and loss for the period during which such expenses are incurred.

#### iii) Derecognition

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefit is expected to arise from the continued use of the asset. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the item) is recognised in profit and loss in the period the item is derecognised.

#### iv) Capital Work-In-progress

Capital work-in-progress includes cost of property, plant and equipment under installation / under development as at the balance sheet date.

#### v) Depreciation expense

Depreciation is charged on straight line basis so as to write off the depreciable amount of the asset over the useful lives specified in Schedule II to the Act. The useful life of the assets is periodically reviewed and re-determined based on a technical evaluation and expected use.

The group reviews the residual value, useful lives and depreciation method annually and, if expectations differ from previous estimates, the change is accounted for as a change in accounting estimate on a prospective basis.

Leasehold improvements and Leasehold Land are amortized over the lease period.  
Deprecation is provided at one hundred percent for assets costing less than Rs.5000/-.

### 2.9 Intangible assets and amortization

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortization and accumulated impairment losses, if any.

Nature of Asset	Useful Life
Software	3 Years



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# MIDWEST GRANITE PRIVATE LIMITED

## Notes to Consolidated Financial Statements

The estimated useful life and amortization method are reviewed at the end of each reporting period, with the effect of any changes in estimate being accounted for on a prospective basis.

### 2.10 Financial Instruments

#### Classification, initial recognition and measurement

A financial instrument is any contract that gives rise to a financial asset for one entity and a financial liability or equity instrument for another entity. Financial instruments are recognized on the balance sheet when the group becomes a party to the contractual provisions of the instrument.

#### (i) Financial Assets

##### Classification:

The group classifies its financial assets in the following measurement categories:

- those to be measured subsequently at fair value (either through other comprehensive income, or through profit or loss), and
- those measured at amortised cost.

The classification depends on the entity's business model for managing the financial assets and the contractual terms of the cash flows.

For assets measured at fair value, gains and losses will either be recorded in profit or loss or other comprehensive income. For investments in debt instruments, this will depend on the business model in which the investment is held. For investments in equity instruments, this will depend on whether the group has made an irrevocable election at the time of initial recognition to account for the equity investment at fair value through other comprehensive income.

The group reclassifies debt investments when and only when its business model for managing those assets changes.

##### At initial recognition

The group measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at fair value through profit or loss are expensed in profit or loss.

##### Subsequent measurement - Debt instruments

Subsequent measurement of debt instruments depends on the group's business model for managing the asset and the cash flow characteristics of the asset. There are three measurement categories into which the group classifies its debt instruments:

- At amortised cost:** Financial assets having contractual terms that give rise on specified dates to cash flows that are solely payments of principal and interest on the principal outstanding and that are held within a business model whose objective is to hold such assets in order to collect such contractual cash flows are classified in this category. Subsequently, these are measured at amortized cost using the effective interest method less any impairment losses.
- At fair value through other comprehensive income (FVOCI):** Financial assets are measured at fair value through other comprehensive income if these financial assets are held within a business model whose objective is achieved by both collecting contractual cash flows on specified dates that are solely payment of principle and interest on the principle amount outstanding and selling financial assets.
- At fair value through profit or loss (FVTPL):** Financial assets are measured at fair value through profit or loss unless it is measured at amortised cost or at fair value through other comprehensive income on initial recognition. The transaction costs directly attributable to the acquisition of financial assets at fair value through profit or loss are immediately recognised in profit or loss.



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# MIDWEST GRANITE PRIVATE LIMITED

## Notes to Consolidated Financial Statements

### Other Equity Investments

All other equity investments are measured at fair value, with value changes recognised in Statement of Profit and Loss, except for those equity investments for which the Company has elected to present the value changes in 'Other Comprehensive Income'.

### Cash and cash equivalents

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-term deposits, as defined above, net of outstanding bank overdrafts as they are considered an integral part of the group's cash management.

### Trade receivables

Trade receivables are recognized initially at fair value and subsequently measured at amortised cost using the effective interest method, less provision for impairment.

## (ii) Financial liabilities

### Classification, initial recognition and measurement

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings, or payables, as appropriate. All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs. The group's financial liabilities include trade and other payables, loans and borrowings including bank overdrafts.

### Subsequent measurement

Financial liabilities are carried at amortized cost using the effective interest method. For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

### Trade and other payables

Trade and other payables represent liabilities for goods and services prior to the end of financial year which are unpaid. Trade and other payables are presented as current liabilities unless payment is not due within 12 months after the reporting period. They are recognised initially at their fair value and subsequently measured at amortised cost using the effective interest method.

### Loans and borrowings

Borrowings are initially recognised at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in profit or loss over the period of the borrowings using the effective interest method. Fees paid on the establishment of loan facilities are recognised as transaction costs of the loan to the extent that it is probable that some or all of the facility will be drawn down. In this case, the fee is deferred until the draw down occurs. To the extent there is no evidence that it is probable that some or all of the facility will be drawn down, the fee is capitalised as a prepayment for liquidity services and amortised over the period of the facility to which it relates.





# MIDWEST GRANITE PRIVATE LIMITED

## Notes to Consolidated Financial Statements

### Derecognition of financial instruments

The group 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 de-recognition of a financial asset the difference between the carrying amount and the consideration received is recognised in the statement of profit and loss.

The group derecognises financial liabilities when, and only when, the group's obligations are discharged, cancelled or have expired. On de-recognition of a financial liability the difference between the carrying amount of the financial liability derecognised and the consideration paid and payable is recognised in the statement of profit and loss.

### Offsetting financial instruments

Financial assets and liabilities are offset and the net amount is reported in the balance sheet where there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the group or the counterparty.

### Financial guarantee contracts

The fair value of financial guarantees is determined as the present value of the difference in net cash flows between the contractual payments under the debt instrument and the payments that would be required without the guarantee or the estimated amount that would be payable to a third party for assuming the obligations.

#### As Guarantor

Financial guarantee contracts are recognised as a financial liability at the time the guarantee is issued. The liability is initially measured at fair value and subsequently at the higher of the amount determined in accordance with Ind AS 109 and the amount initially recognised less cumulative amortization, where appropriate.

Where guarantees in relation to loans or other payables of associates are provided for no compensation, the fair values are accounted for as contributions and recognised as part of the cost of the investment.

#### As Beneficiary

Financial guarantee contracts are recognised as a financial asset at the time the guarantee is taken. The asset is initially measured at fair value and subsequently amortised over the guarantee period.

Where guarantees in relation to loans or other payables are provided by group for no compensation, the fair values are accounted for as contributions and recognised as part of equity.

## 2.11 Impairment of Assets

### Financial assets

The group assesses at each date of balance sheet impairment, if any, of a financial asset or a group of financial assets. The group uses, in accordance with Ind AS 109, 'Expected Credit Loss' (ECL) model, for evaluating impairment of financial assets other than those measured at fair value through profit and loss (FVTPL). Expected credit losses are measured through a loss allowance at an amount equal to: The 12-months expected credit losses (expected credit losses that result from those default events on the financial instrument that are possible within 12 months after the reporting date); or Full lifetime expected credit losses (expected credit losses that result from all possible default events over the life of the financial instrument).

**For trade receivables** group applies 'simplified approach' which requires expected lifetime losses to be recognised from initial recognition of the receivables. The group uses historical default rates to



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# MIDWEST GRANITE PRIVATE LIMITED

## Notes to Consolidated Financial Statements

determine impairment loss on the portfolio of trade receivables. At every reporting date these historical default rates are reviewed and changes in the forward looking estimates are analysed.

**For other assets**, the group uses 12 month ECL to provide for impairment loss where there is no significant increase in credit risk. If there is significant increase in credit risk full lifetime ECL is used.

### Non-financial assets

Property, Plant and Equipment with finite life are evaluated for recoverability when there is any indication that their carrying amounts may not be recoverable. If any such indication exists, the recoverable amount (i.e. higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the cash generating unit (CGU) to which the asset belongs. If the recoverable amount of an asset or CGU is estimated to be less than its carrying amount, the carrying amount of the asset or CGU is reduced to its recoverable amount and impairment loss is recognised in the profit or loss.

### 2.12 Equity instruments

An equity instrument is a contract that evidences residual interests in the assets an entity after deducting all of its liabilities. Equity instruments issued by the group are recorded at the proceeds received, net of direct issue costs.

### 2.13 Borrowing costs

Borrowing costs include exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost. Borrowing costs that are directly attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to make it ready for its intended use.

Interest income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalisation.

All other borrowing costs are charged to the Statement of Profit and Loss for the period for which they are incurred.

### 2.14 Inventories

Raw Materials and Stores and spares are valued at lower of cost, calculated on weighted average basis and net realisable value.

Stores and spares are valued at lower of cost, calculated on weighted average basis, and net realisable value.

Finished goods, Stock-in-trade and work-in-progress are valued at lower of cost and net realisable value. Cost includes materials, labour and a proportion of appropriate overheads based on normal operating capacity. Cost is determined on a weighted average basis.

Trading goods are valued at lower of cost, calculated on FIFO basis and net realisable value.

Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

Obsolete inventories are identified and written down to net realisable value.

### 2.15 Tax expenses

Tax expense comprises of current tax and deferred tax. Current tax is measured at the amount expected to be paid to the tax authorities, based on estimated tax liability computed after taking credit for allowances and exemptions in accordance with the prevailing tax laws for the year.



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# MIDWEST GRANITE PRIVATE LIMITED

## Notes to Consolidated Financial Statements

Current and deferred tax are recognised in profit or loss, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the income taxes are recognised in other comprehensive income or directly in equity, respectively.

Current tax assets and current tax liabilities are presented in the statement of financial position after off-setting the taxes paid or deemed to be paid and current income tax expenses for the year.

### Deferred income taxes

Deferred tax is recognised using the balance sheet approach. Deferred income tax assets and liabilities are recognised for deductible and taxable temporary differences arising between the tax base of assets and liabilities and their carrying amount, except when the deferred income tax arises from the initial recognition of goodwill or an asset or liability in a transaction that is not a business combination and affects neither accounting nor taxable profit or loss at the time of the transaction.

Deferred income tax asset are recognised to the extent it is probable that taxable profit will be available against which the deductible temporary differences and the carry forward of unused tax credits and unused tax losses can be utilised.

The carrying amount of deferred income tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow total or part of the deferred income tax asset to be utilised.

Deferred tax assets and liabilities are measured using substantively enacted tax rates expected to apply to taxable income in the years in which the temporary differences are expected to be received or settled.

Deferred Tax Assets include Minimum Alternative Tax (MAT) paid in accordance with the tax laws in India, which is likely to give future economic benefits in the form of availability of set off against future income tax liability. Accordingly, MAT is recognized as deferred tax asset in the Balance sheet when the asset can be measured reliably and it is probable that the future economic benefit associated with the asset will be realized.

Deferred tax assets and liabilities are offset when it relates to income taxes levied by the same taxation authority and the relevant entity intends to settle its current tax assets and liabilities on a net basis.

## 2.16 Provisions, contingent liabilities and contingent asset

Provisions are recognized when the group has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation. The expense relating to any provision is presented in the statement of profit and loss net of any reimbursement. If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to the liability. Where discounting is used, the increase in the provision due to the passage of time is recognised as other finance expense.

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the group or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The group does not recognize a contingent liability but discloses its existence in the financial statements.

A contingent asset is not recognised unless it becomes virtually certain that an inflow of economic benefits will arise. When an inflow of economic benefits is probable, contingent assets are disclosed in the financial statements. Contingent liabilities and contingent assets are reviewed at each balance sheet date.



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# MIDWEST GRANITE PRIVATE LIMITED

## Notes to Consolidated Financial Statements

### 2.17 Employee benefits

#### (i) Short term employee benefit obligations

Liabilities for wages and salaries, including non-monetary benefits that are expected to be settled wholly within 12 months after the end of the period in which the employees render the related service are recognised in respect of employees' services up to the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled. The liabilities are presented as current employee benefit obligations in the balance sheet.

#### (ii) Other long-term employee benefit obligations

The liabilities for accumulating compensated absences not expected to be settled wholly within 12 months after the end of the period in which the employees render the related service are measured at the present value of expected future payments to be made in respect of services provided using the projected unit credit method. The benefits are discounted using the appropriate market yields at the end of the reporting period that have terms approximating to the terms of the related obligation. Remeasurements as a result of experience adjustments and changes in actuarial assumptions are recognised in profit or loss.

The obligations are presented as current liabilities in the balance sheet if the entity does not have an unconditional right to defer settlement for at least twelve months after the reporting period, regardless of when the actual settlement is expected to occur.

#### (a) Defined benefit plans-Gratuity obligations

The liability in respect of defined benefit plans and other post-employment benefits is calculated using the projected unit credit method consistent with the advice of qualified actuaries. The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows using interest rates of high-quality corporate bonds that are denominated in the currency in which the benefits will be paid, and that have terms to maturity approximating to the terms of the related defined benefit obligation. The current service cost of the defined benefit plan, recognised in the statement of profit and loss in employee benefit expense, reflects the increase in the defined benefit obligation resulting from employee service in the current year, benefit changes, curtailments and settlements. The interest cost is calculated by applying the discount rate to the balance of the defined benefit obligation. This cost is included in employee benefit expense in the statement of profit and loss. Actuarial gains and losses arising from experience adjustments and changes in actuarial assumptions are charged or credited to equity in other comprehensive income in the period in which they arise.

#### (b) Defined contribution plans

**Provident Fund:** The Company pays provident fund contributions to publicly administered funds as per local regulations. The Company has no further payment obligations once the contributions have been paid. The contributions are accounted for as defined contribution plans and the contributions are recognized as employee benefit expense when they are due.

**State Plans:** Employer's contribution to Employee State Insurance plan is charged to Statement of Profit and Loss as and when due.

### 2.18 Dividends

Provision is made for the amount of any dividend declared, being appropriately authorized and no longer at the discretion of the entity, and not distributed on or before the end of the reporting period. Dividend is recognised as a liability in the period in which the interim dividends are approved by the Board of Directors, or in respect of the final dividend when approved by shareholders.



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# MIDWEST GRANITE PRIVATE LIMITED

## Notes to Consolidated Financial Statements

### 2.19 Earnings per share

Basic earnings per share are calculated by dividing the profit or loss after tax for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

For calculating diluted earnings per share, the profit or loss after tax for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

### 2.20 Commitments

Commitments include bonds executed with external authorities.

### 2.21 Recent accounting pronouncements (Standards issued but not yet effective)

On March 24, 2021, the Ministry of Corporate Affairs ("MCA") through a notification, amended Schedule III of the Companies Act, 2013. The amendments revise Division I, II and III of Schedule III and are applicable from April 1, 2021.

Key amendments relating to Division II which relate to companies whose standalone financial statements are required to comply with Companies (Indian Accounting Standards) Rules 2015 are as follows:

#### Balance Sheet:

- Lease liabilities should be separately disclosed under the head 'financial liabilities', duly distinguished as current or non-current.
- Certain additional disclosures in the statement of changes in equity such as changes in equity share capital due to prior period errors and restated balances at the beginning of the current reporting period.
- Specified format for disclosure of shareholding of promoters.
- Specified format for ageing schedule of trade receivables, trade payables, capital work-in-progress and intangible asset under development.
- If a company has not used funds for the specific purpose for which it was borrowed from banks and financial institutions, then disclosure of details of where it has been used.
- Specific disclosure under 'additional regulatory requirement' such as compliance with approved schemes of arrangements, compliance with number of layers of companies, title deeds of immovable property not held in name of company, loans and advances to promoters, directors, key managerial personnel (KMP) and related parties, details of benami property held etc.

#### Statement of profit and loss:

- Additional disclosures relating to Corporate Social Responsibility (CSR), undisclosed income and crypto or virtual currency specified under the head 'additional information' in the notes forming part of the standalone financial statements.

The amendments are extensive, and the Company will evaluate the same to give effect to them as required by law



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**MIDWEST GRANITE PRIVATE LIMITED**  
Consolidated Balance sheet as at March 31, 2021

(All amounts in Indian Rupees )

Particulars	Note No.	As at March 31, 2021	As at March 31, 2020
<b>ASSETS</b>			
<b>I Non-current assets</b>			
(a) Property, plant and equipment	3	193,81,68,249	175,50,92,719
(b) Capital work-in-progress	3	7,73,17,528	5,78,60,828
(c) Goodwill on consolidation		34,24,134	63,79,849
(d) Intangible Assets	4A	3,42,585	3,85,785
(e) Intangible assets under development	4A	84,99,65,571	87,49,61,020
(f) Right - of - use assets	4B	12,28,55,787	16,65,88,876
(g) Investments accounted for using the equity method	5	67,15,401	65,59,573
(g) Financial assets			
(i) Investments	6	36,27,089	17,49,799
(iii) Other financial assets	8A	8,61,54,125	7,42,02,790
(h) Deferred tax assets	9	3,14,71,617	2,09,42,562
(j) Other non-current assets	10A	26,27,01,901	19,77,72,515
<b>Total Non-current assets</b>		<b>338,27,43,987</b>	<b>316,24,96,316</b>
<b>II Current assets</b>			
(a) Inventories	11	59,79,48,618	42,98,68,640
(b) Financial assets			
(i) Trade receivables	12	51,77,37,371	60,15,18,089
(ii) Cash and cash equivalents	13	4,82,81,853	4,98,94,594
(iii) Bank balances other than (ii) above	14	2,66,32,801	2,16,08,431
(iv) Loans	7	4,17,94,169	4,26,14,860
(v) Other financial assets	8B	27,01,000	27,35,707
(c) Other current assets	10B	40,28,97,206	35,90,49,316
(d) Current tax asset		-	1,72,00,803
<b>Total Current assets</b>		<b>163,79,93,018</b>	<b>152,44,90,440</b>
<b>TOTAL ASSETS</b>		<b>502,07,37,005</b>	<b>468,69,86,756</b>
<b>EQUITY AND LIABILITIES</b>			
<b>III Equity:</b>			
(a) Equity share capital	15	74,31,300	91,34,300
(b) Other equity attributable to owners of the company		278,85,96,565	233,71,72,617
(c) Non controlling interest		2,69,19,913	(74,42,981)
<b>Total Equity</b>		<b>282,29,47,778</b>	<b>233,88,63,936</b>
<b>LIABILITIES</b>			
<b>IV Non-current liabilities</b>			
(a) Financial liabilities			
(i) Borrowings	16A	53,68,56,747	46,66,39,776
(ii) Lease liabilities	4C	1,65,93,747	1,59,36,556
(b) Provisions	17	4,00,73,393	4,44,19,907
(c) Other non-current liabilities	18	2,09,38,836	3,92,66,793
<b>Total Non-current liabilities</b>		<b>61,44,62,723</b>	<b>56,62,63,032</b>
<b>V Current liabilities</b>			
(a) Financial liabilities			
(i) Borrowings	16B	20,87,26,544	44,75,90,938
(ii) Lease liabilities	4C	-	3,95,43,762
(ii) Trade payables:			
- dues to micro and small enterprises (Refer Note-30)		-	-
- dues to others		13,35,02,503	8,99,51,772
(iii) Other financial liabilities	19	80,03,72,741	64,65,63,801
(b) Other current liabilities	20	38,34,58,576	55,07,39,351
(c) Provisions	17	98,08,530	51,98,375
(d) Current tax liabilities	21	4,74,57,610	22,71,789
<b>Total current liabilities</b>		<b>158,33,26,504</b>	<b>178,18,59,788</b>
<b>TOTAL LIABILITIES</b>		<b>219,77,89,227</b>	<b>234,81,22,820</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>502,07,37,005</b>	<b>468,69,86,756</b>

The accompanying notes are an integral part of the financial statements

As per our report of even date

For MAJETI & CO.,

Chartered Accountants

Firm's Registration Number:015975S

*M. Kiran Kumar*

Kiran Kumar Majeti

Partner

Membership Number :220354

Hyderabad

15.11.2021



For and on behalf of Board

*K. Ranganayakamma*

K.Ranganayakamma

Chairman

DIN:00033569

*K. Ramachandra*

K.Ramachandra

Director

DIN:00060086



**MIDWEST GRANITE PRIVATE LIMITED**  
Statement of Consolidated Profit and Loss for the year ended March 31,2021

(All amounts in Indian Rupees )

Particulars	Note No.	For the year ended March 31, 2021	For the year ended March 31, 2020
I Revenue from operations	22	379,98,11,111	257,20,77,106
II Other income	23	13,90,34,995	4,01,89,110
<b>Total Revenue</b>		<b>393,88,46,106</b>	<b>261,22,66,216</b>
<b>III Expenses</b>			
(a) Quarry expenses		53,68,47,810	33,02,41,311
(b) Consumption of stores and spare parts		37,74,72,281	37,29,37,203
(c) Cost of raw material consumed	24	4,84,62,433	3,91,25,201
(d) Purchase of stock-in-trade		2,75,00,457	2,67,89,036
(e) Changes in inventories of finished goods, work-in-progress and stock-in-trade	25	(15,86,07,150)	3,81,64,652
(f) Employee benefits expense	26	49,12,08,941	37,25,80,196
(g) Finance costs	27	6,70,00,761	7,89,91,559
(h) Depreciation and amortisation expense	28	18,42,70,026	17,75,51,874
(i) Other expenses	29	153,62,74,396	96,63,26,499
<b>Total Expenses</b>		<b>311,04,29,955</b>	<b>240,27,07,531</b>
<b>IV Profit before share of Profit of Joint ventures and tax (I+II-III)</b>		<b>82,84,16,151</b>	<b>20,95,58,685</b>
<b>V Share of Profit of a Joint ventures</b>		<b>1,55,828</b>	<b>5,52,026</b>
<b>VI Profit before tax (IV+V)</b>		<b>82,85,71,979</b>	<b>21,01,10,711</b>
<b>VII Tax expense</b>			
(a) Current tax	30	23,80,00,000	5,38,77,627
(b) Deferred tax	30	(1,15,72,207)	(76,25,500)
<b>Total tax expense</b>		<b>22,64,27,793</b>	<b>4,62,52,127</b>
<b>VIII Profit after tax for the year (VI-VII)</b>		<b>60,21,44,186</b>	<b>16,38,58,584</b>
<b>IX Other Comprehensive Income</b>			
(a) Items that will not be reclassified to profit or loss			
(i) Remeasurements of post-employment benefit obligations		13,30,301	(39,89,100)
(ii) Income tax relating to items that will not be reclassified to profit or loss		(4,79,459)	10,03,517
<b>Total (a)</b>			
(b) Items that will be reclassified to profit or loss			
(i) Exchange differences in translating the financial statements of foreign operations		(2,54,44,809)	4,20,26,010
(ii) Income tax relating to items that will be reclassified to profit or loss		-	-
<b>Total (b)</b>			
<b>Other Comprehensive Income after tax for the year (a+b)</b>		<b>(2,45,93,967)</b>	<b>3,90,40,427</b>
<b>X Total Comprehensive Income for the year (VIII+IX)</b>		<b>57,75,50,219</b>	<b>20,28,99,011</b>
<b>Net profit attributable to:</b>			
a) Owners of the company		56,78,88,316	16,03,11,572
b) Non Controlling Interest		3,42,55,870	35,47,012
<b>Other Comprehensive Income attributable to:</b>			
a) Owners of the company		(2,49,76,384)	3,90,31,013
b) Non Controlling Interest		3,82,417	9,414
<b>Total Comprehensive Income attributable to:</b>			
a) Owners of the company		54,29,11,932	19,93,42,585
b) Non Controlling Interest		3,46,38,287	35,56,426
<b>XI Earnings per share (Par value of Rs.100 each)</b>			
(a) Basic	41	7,178.83	1,793.88
(b) Diluted	41	7,178.83	1,793.88

The accompanying notes are an integral part of the financial statements

As per our report of even date

For MAJETI & CO.,

Chartered Accountants

Firm's Registration Number:0159755

*M. Kiran Kumar*

Kiran Kumar Majeti

Partner

Membership Number :220354

Hyderabad

15.11.2021



For and on behalf of Board

*K. Ranganayakamma*

K.Ranganayakamma

Chairman

DIN:00033569

*K. Ramachandra*

K.Ramachandra

Director

DIN:00060086

**MIDWEST GRANITE PRIVATE LIMITED**  
Consolidated Cash flow statement for the year ended March 31, 2021

(All amounts in Indian Rupees )

Particulars	For the year ended March 31, 2021	For the year ended March 31, 2020
<b>Cash flows from operating activities</b>		
<b>Profit before tax</b>	82,84,16,151	20,95,58,685
<b>Adjustments for:</b>		
Depreciation and amortisation expenses	18,42,70,026	17,75,51,874
Finance costs	6,70,00,761	7,89,91,559
Loss on sale of assets (net)	1,09,73,912	21,49,781
Unrealised foreign exchange (gain)/ loss (net)	20,68,374	(90,86,419)
Net (gain) arising on financial assets measured at FVTPL	(18,77,290)	(14,420)
Bad debts written off	24,26,358	9,76,275
Provision for expected credit losses	4,18,35,765	10,33,664
Book deficit on assets discarded	55,10,523	54,48,873
Provision for doubtful debts	2,40,48,211	-
Net gain on disposal of subsidiary (Refer note 45)	(25,00,000)	-
Derecognition of Goodwill on account of disposal of subsidiary	29,55,715	-
Net fair value gain on foreign exchange forward contracts	(25,48,000)	-
Provision for doubtful debts no longer required written back	-	(11,23,500)
Balances written back/off (net)	1,59,39,071	(1,09,91,443)
Liabilities no longer required written back	(1,17,74,771)	(2,64,344)
Dividend income	(6,000)	(3,989)
Interest income	(21,54,173)	(21,07,187)
	<b>1,16,45,84,633</b>	<b>45,21,19,409</b>
<b>Change in operating assets and liabilities</b>		
Trade receivables and other assets	(8,71,74,064)	(25,10,45,504)
Inventories	(18,57,59,913)	3,06,58,499
Trade payables, other liabilities and provisions	(3,29,01,307)	30,74,15,601
<b>Cash generated from operating activities</b>	<b>85,87,49,349</b>	<b>53,91,48,005</b>
Income tax paid	(19,12,23,222)	(10,17,56,422)
<b>Net cash generated from operating activities</b>	<b>66,75,26,127</b>	<b>43,73,91,583</b>
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(43,05,87,944)	(42,61,98,217)
Sale proceeds from property, plant and equipment	2,28,54,684	3,96,42,488
Sale proceeds from investments	1,54,96,000	5,92,885
Change in bank balances (having original maturity of more than three months)	(50,24,370)	(20,85,447)
Interest received	21,54,173	21,07,187
Dividend income	6,000	3,989
<b>Net cash inflow / (outflow) from investing activities</b>	<b>(39,51,01,457)</b>	<b>(38,59,37,115)</b>
<b>Cash flows from financing activities</b>		
Proceeds/(repayment) of non current borrowings (net)	16,30,49,958	13,97,834
Proceeds/(repayment) of current borrowings (net)	(23,46,85,270)	9,09,12,810
Payment of buyback of equity shares (including tax)	(9,44,16,837)	-
Repayment of lease liability	(4,31,99,245)	(4,80,00,000)
Finance costs paid	(6,47,86,017)	(6,82,72,631)
<b>Net cash inflow / (outflow) from financing activities</b>	<b>(27,40,37,411)</b>	<b>(2,39,61,987)</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>(6,16,12,741)</b>	<b>2,74,92,481</b>
Exchange difference on transaction of foreign currency cash and cash equivalents	-	(14,418)
Cash and cash equivalents at the beginning of the year	4,98,94,594	2,24,16,531
<b>Cash and cash equivalents at end of the year</b>	<b>4,82,81,853</b>	<b>4,98,94,594</b>

1. The Cash flow statement has been prepared under the indirect method as set out in Indian Accounting Standard (Ind AS 7) Statement of Cash Flows.

2. Previous year figures have been regrouped /reclassified to conform to current year classification.

3. All figures in brackets are outflows.

4. Taxes paid are treated as arising from operating activities and are not bifurcated between investing and financing activities.

The accompanying notes are an integral part of the financial statements

As per our report of even date

For MAJETI & CO.  
Chartered Accountants  
Firm's registration number: 0159755

*M. Kiran Kumar*  
Kiran Kumar Majeti  
Partner

Membership number: 220354  
Hyderabad  
15.11.2021



For and on behalf of the Board

*K. Ranganayakamma*

K.Ranganayakamma  
Chairman  
DIN:00033569

*K. Ramachandra*

K.Ramachandra  
Director  
DIN:00060086



**MIDWEST GRANITE PRIVATE LIMITED**  
**Consolidated Statement of changes in equity for the year ended March 31, 2021**

(All amounts in Indian Rupees)

a. Equity share capital		Number of Shares	Amount						
As at March 31, 2020		91,343	91,34,300						
Changes in equity share capital		-	-						
As at March 31, 2021		91,343	91,34,300						
Changes in equity share capital*		(17,030)	(17,03,000)						
As at March 31, 2021		74,313	74,31,300						
* Buyback of Equity Shares refer Note no. 15.3									
b. Other Equity		Reserves and Surplus							
	Capital reserve	Forfeited shares	Capital Redemption Reserve	General reserve	Retained earnings	Foreign currency Translation Reserve	Attributable to Equity holders of Company	Non Controlling Interest	Total Other Equity
Balance as at April 01, 2019	12,53,03,091	66,020	1,00,000	25,51,30,449	166,56,83,816	9,56,44,116	214,19,27,492	(1,26,67,957)	212,92,59,535
Profit for the year	-	-	-	-	16,03,11,572	-	16,03,11,572	35,47,012	16,38,58,584
Other comprehensive income (net of income tax)	-	-	-	-	(29,94,997)	4,20,26,010	3,90,31,013	9,414	3,90,40,427
Total comprehensive income for the year	-	-	-	-	15,73,16,575	4,20,26,010	19,93,42,585	35,56,426	20,28,99,011
Adjustments on lease hold property recognition	-	-	-	-	(40,97,460)	-	(40,97,460)	-	(40,97,460)
Minority changes during the year	-	-	-	-	-	-	-	16,68,550	16,68,550
Balance as at March 31, 2020	12,53,03,091	66,020	1,00,000	25,51,30,449	181,89,02,931	13,76,70,126	233,71,72,617	(74,42,981)	232,97,29,636
Balance as at April 01, 2020	12,53,03,091	66,020	1,00,000	25,51,30,449	181,89,02,931	13,76,70,126	233,71,72,617	(74,42,981)	232,97,29,636
Nominal value of Equity Share Transfer to Capital Redemption reserve	-	-	17,03,000	-	-	-	17,03,000	-	17,03,000
Buyback of equity shares, including tax thereon	-	-	-	(9,44,16,837)	-	-	(9,44,16,837)	-	(9,44,16,837)
Total comprehensive income for the year	-	-	-	-	-	-	-	-	-
Profit for the year	-	-	-	-	56,78,88,316	-	56,78,88,316	3,42,55,870	60,21,44,186
Other comprehensive income (net of income tax)	-	-	-	-	4,68,425	(2,54,44,809)	(2,49,76,384)	3,82,417	(2,45,93,967)
Total comprehensive income for the year	-	-	-	-	56,83,56,741	(2,54,44,809)	54,29,11,932	3,46,38,287	57,75,50,219
Adjustments on account of disposal of group undertaking	-	-	-	-	12,25,853	-	12,25,853	(22,75,781)	(10,49,928)
Minority changes during the year	-	-	-	-	-	-	-	20,00,388	20,00,388
Balance as at March 31, 2021	12,53,03,091	66,020	18,03,000	16,07,13,612	2,38,84,85,525	11,22,25,317	2,78,85,96,565	2,69,19,913	2,81,55,16,478



The accompanying notes are an integral part of the financial statements  
**Nature and purpose of reserves**  
**(i) Capital reserve**

Capital reserve represents share application money received from allottees and forfeiture due to non payment of remaining call money within due date as per terms of issue.

**(ii) General reserve**

General reserve is used for strengthening the financial position and meeting future contingencies and losses.

**(iii) Retained earnings**

This reserve represents the cumulative profits of the Group. It includes land revaluation amount of Rs.-5,708 lakhs on transition date which will not be available for declaration of dividend as per Companies (Declaration and payment of Dividend) Rules, 2014.

**(iv) Capital redemption reserve**

Capital redemption reserve is created when a company purchases its own shares out of free reserves. A sum equal to the nominal value of the shares so purchased is transferred to capital redemption reserve. The reserve can be utilised in accordance with the provisions of section 69 of the Companies Act, 2013. Capital redemption reserve is not freely available for distribution.

**(v) Foreign currency Translation Reserve**

This reserve represents exchange difference arising from translation of foreign operations that have functional currency different from presentation currency.

**As per our report of even date**

**For MAJETI & CO.,**

Chartered Accountants

Firm's Registration Number:0159755

*M. Kiran Kumar*

**Kiran Kumar Majeti**

Partner

Membership Number :220354

Hyderabad

15.11.2021

**For and on behalf of Board**

*K. Ramachandra*

**K. Ramachandra**

Director

DIN:00060086

*K. Ranganayakamma*

**K. Ranganayakamma**

Chairman

DIN:00033569





**MIDWEST GRANITE PRIVATE LIMITED**  
**Notes to the Consolidated Financial statements**  
**(All amounts in Indian Rupees)**

**Note 3: Property, plant and equipment**

	Free hold Land	Leased hold land	Improvements to Leasehold Premises	Buildings	Plant and Equipment	Mining Equipment	Furniture and Fixtures	Vehicles	Office Equipment	Electrical Installation	Data Processing Equipment	Water works	Total	Capital work-in-progress
<b>Year ended 31 March 2020</b>														
Gross carrying amount	92,84,64,732	7,04,88,320	1,95,94,170	11,38,15,596	37,34,53,144	96,13,97,076	2,04,91,379	8,47,01,902	2,17,10,467	5,16,99,579	1,28,12,088	1,18,20,722	2,67,03,89,175	3,86,42,842
Opening Gross carrying amount	4,02,34,865	1,41,20,467	-	67,22,242	1,43,28,208	25,31,72,348	17,51,423	9,48,92,527	14,66,374	96,11,960	20,03,997	11,36,832	35,41,14,143	2,09,47,605
Additions	(32,84,400)	-	-	-	(6,59,22,225)	(16,23,98,825)	(8,51,454)	(1,00,92,457)	(4,06,253)	(16,41,610)	(5,99,619)	-	(24,51,55,843)	(17,29,709)
Disposals	-	-	-	-	5,90,739	2,51,987	14,304	10,033	38,346	-	3,445	-	10,21,222	-
Disposals / Transfers	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Depreciation transferred to development expenses	-	-	-	-	5,90,739	2,51,987	14,304	10,033	38,346	-	3,445	-	10,21,222	-
Reclassification on account of adoption of IND AS 116	(6,86,44,630)	(8,46,08,767)	-	-	-	-	-	-	-	-	-	-	(15,32,53,417)	-
Closing gross carrying amount	89,67,70,567	-	1,95,94,170	12,06,50,346	32,24,49,866	1,05,24,22,446	2,14,05,652	8,41,09,005	2,28,08,934	5,95,99,929	1,43,49,811	1,29,59,554	2,62,71,17,280	5,70,60,828
Accumulated depreciation	-	-	43,20,536	4,53,19,051	31,83,04,208	45,50,45,550	1,32,95,073	4,38,81,291	1,50,02,002	3,07,22,482	1,03,01,854	4,60,02,215	96,00,78,738	-
Depreciation charge during the year	-	-	17,75,100	33,13,976	92,93,993	9,61,03,573	9,71,611	60,07,235	18,74,073	51,11,430	14,48,061	77,63,333	12,74,78,185	-
Disposals / Transfers	-	-	-	-	(6,02,40,311)	(12,76,20,299)	(4,40,142)	(67,08,517)	(3,62,753)	(14,21,291)	(5,27,999)	-	(19,73,25,312)	-
Depreciation transferred to development expenses	-	-	-	62,671	5,36,250	2,51,513	14,156	10,033	38,210	-	3,412	-	9,16,245	-
Reclassification on account of adoption of IND AS 116	-	-	-	-	1,54,099	-	2,557	-	684	-	-	-	1,63,181	-
Closing accumulated depreciation	-	(1,92,86,476)	60,95,636	4,87,01,539	26,80,48,239	42,37,80,337	1,38,43,255	4,39,90,042	1,65,52,216	3,44,11,621	1,12,26,128	53,76,548	87,20,24,561	-
Net carrying amount as at March 31, 2020	89,67,70,567	-	1,34,98,534	7,19,48,807	5,44,01,627	62,86,42,109	75,62,397	4,01,19,963	62,56,718	2,51,80,308	31,23,683	75,83,006	175,50,92,719	5,78,60,828
<b>Year ended 31 March 2021</b>														
Gross carrying amount	89,67,70,567	-	1,95,94,170	12,06,50,346	32,24,49,866	1,05,24,22,446	2,14,05,652	8,41,09,005	2,28,08,934	5,95,99,929	1,43,49,811	1,29,59,554	2,62,71,17,280	5,78,60,828
Opening Gross carrying amount	1,29,46,968	-	-	8,42,341	61,62,473	32,44,82,403	29,52,270	48,40,880	10,48,976	79,11,992	20,60,417	18,62,238	36,51,79,967	1,94,56,700
Additions	(4,19,050)	-	-	-	(52,37,724)	(15,77,50,028)	(1,60,513)	(1,63,01,071)	(86,582)	(7,842)	(5,33,203)	(2,755)	(17,06,95,804)	-
Disposals / Discarded	-	-	-	(9,22,093)	(68,00,657)	(3,08,799)	(39,147)	(1,26,661)	(65,435)	-	(43,492)	-	(83,04,199)	-
Disposals	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Depreciation transferred to development expenses	-	-	-	21,570	1,42,262	3,05,367	21,089	-	4,895	-	-	-	1,89,816	-
Closing gross carrying amount	90,92,98,485	-	1,95,94,170	12,05,70,678	31,65,73,958	1,21,88,46,923	2,41,58,271	8,71,93,117	2,37,07,993	6,75,09,079	1,10,30,533	1,48,19,037	2,81,32,97,244	7,73,17,528
Accumulated depreciation	-	-	60,95,636	4,87,01,539	26,80,48,239	42,37,80,337	1,38,43,255	4,39,90,042	1,65,52,216	3,44,11,621	1,12,26,128	53,76,548	87,20,24,561	-
Depreciation charge during the year	-	-	17,75,303	33,87,238	87,31,749	10,93,28,839	10,75,442	71,38,066	18,76,629	54,11,827	10,40,803	84,1,922	14,00,90,398	-
Disposals / Transfers	-	-	-	-	(48,93,054)	(11,99,78,001)	(7,74,700)	(8,66,732)	(44,153)	(5,643)	(41,45,003)	(105)	(13,00,61,161)	-
Depreciation transferred to development expenses	-	-	-	(7,55,165)	(63,82,922)	(3,05,367)	21,089	-	4,895	-	(43,474)	-	(77,14,819)	-
Closing accumulated depreciation	-	-	78,70,939	5,13,55,162	26,56,46,274	41,28,25,808	1,48,24,383	5,01,34,716	1,83,26,289	3,98,41,605	80,78,454	62,18,365	87,51,29,995	-
Net carrying amount as at March 31, 2021	90,92,98,485	-	1,17,23,231	6,92,15,516	5,09,27,684	80,60,20,215	95,33,888	3,70,58,401	59,81,604	2,76,50,474	29,52,079	86,80,672	1,93,81,66,249	7,73,17,528

Notes: (i) Refer Note 4(i) for information on PPE as security by holding company

(ii) Pursuant to the Scheme of Amalgamation (The Scheme) sanctioned by the Hon'ble High Courts of Andhra Pradesh vide its order dated 21.10.2014, the 5 subsidiaries of the Holding Company are merged with the Holding Company with effect from April 1, 2013 (the appointed date).

(iii) Pursuant to the Scheme, the title deeds for the immovable properties pertaining to the amalgamating companies are pending conveyance in the name of the Holding Company. The gross block and net block of the aforesaid immovable properties pending conveyance is Rs. 3,53,95,068 /- as at March 31, 2021. The Company has initiated the name change formalities.

(iv) Capital work in progress mainly consists of factory buildings and machinery located at SEZ factory in Ongole of the Holding Company

(v) Assets taken on finance lease as at March 31, 2019 have been reclassified as Right of Use Asset as required by Ind AS 116 (refer note 4B)



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MIDWEST GRANITE PRIVATE LIMITED  
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Note 4A: Intangible assets, Intangible assets under development

Particulars	Intangible assets under development	
	Mineral Rights	Software
<b>Year ended 31 March 2020</b>		
Gross carrying amount		
Opening Gross carrying amount	78,79,39,547	62,01,427
Additions	5,74,72,028	-
Currency translation differences	2,95,49,445	-
<b>Closing gross carrying amount</b>	<b>87,49,61,020</b>	<b>62,01,427</b>
Accumulated depreciation		
Opening accumulated depreciation	-	57,72,442
Depreciation charge during the year	-	43,200
<b>Closing accumulated depreciation</b>	<b>-</b>	<b>58,15,642</b>
<b>Net carrying amount as at March 31, 2020</b>	<b>87,49,61,020</b>	<b>3,85,785</b>
<b>Year ended 31 March 2021</b>		
Gross carrying amount		
Opening Gross carrying amount	87,49,61,020	62,01,427
Additions	47,418	-
Currency translation differences	(2,50,42,867)	-
<b>Closing gross carrying amount</b>	<b>84,99,65,571</b>	<b>62,01,427</b>
Accumulated depreciation		
Opening accumulated depreciation	-	58,15,642
Depreciation charge during the year	-	43,200
<b>Closing accumulated depreciation</b>	<b>-</b>	<b>58,58,842</b>
<b>Net carrying amount as at March 31, 2021</b>	<b>84,99,65,571</b>	<b>3,42,585</b>

Note: Mineral right represents expenditure incurred in relation to acquisition of Mining License, mine development expenditure after post establishment of technical and commercial feasibility.

Note 4B: Right to Use Asset

Particulars	Land	Mining Equipment	Total
<b>Year ended March 31, 2020</b>			
As at 1 April 2019 on account of adoption of Ind AS 116	11,98,46,474	8,26,48,275	20,24,94,749
Adjustments on lease hold property	1,41,20,467	-	1,41,20,467
Currency translation differences	20,185	-	20,185
<b>Closing gross carrying amount</b>	<b>13,39,87,126</b>	<b>8,26,48,275</b>	<b>21,66,35,401</b>
Accumulated depreciation			
Depreciation for the year	54,65,151	4,45,77,096	5,00,42,247
Currency translation differences	4,278	-	4,278
<b>Closing accumulated depreciation</b>	<b>54,69,429</b>	<b>4,45,77,096</b>	<b>5,00,46,525</b>
<b>Net carrying amount as at March 31, 2020</b>	<b>12,85,17,697</b>	<b>3,80,71,179</b>	<b>16,65,88,876</b>
<b>Year ended March 31, 2021</b>			
Gross Carrying amount	13,39,87,126	8,26,48,275	21,66,35,401
Currency translation differences	(2,54,844)	-	(2,54,844)
<b>Closing gross carrying amount</b>	<b>13,37,32,282</b>	<b>8,26,48,275</b>	<b>21,63,80,557</b>
Accumulated depreciation	54,69,429	4,45,77,096	5,00,46,525
Depreciation for the year	54,65,049	3,80,71,179	4,35,36,228
Currency translation differences	(57,983)	-	(57,983)
<b>Closing accumulated depreciation</b>	<b>1,08,76,495</b>	<b>8,26,48,275</b>	<b>9,35,24,770</b>
<b>Net carrying amount as at March 31, 2021</b>	<b>12,28,55,787</b>	<b>-</b>	<b>12,28,55,787</b>

The Group has entered into leases for its mining Equipment and leasehold lands. Lease of Mining Equipment's are generally have lease terms of 3 years and lands generally have lease terms of 33 years.

The Group also has certain leases of buildings and mining equipment with lease terms of 12 months or less and lease of office equipment's with low value. The Group applies the 'short-term lease' and 'lease of low-value assets' recognition exemptions for these leases.

The weighted average incremental borrowing rate applied to lease liabilities recognised in the balance sheet at the date of initial application is 7.75%.



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**MIDWEST GRANITE PRIVATE LIMITED**  
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**Note: 4C Lease liability**

Set out below are the carrying amounts of lease liabilities and the movements during the year:

	As at March 31, 2021	As at March 31, 2020
<b>Opening Balances of Lease Liability</b>	5,54,80,318	9,64,74,185
Additions	6,57,191	-
Accretion of interest	36,55,483	70,06,133
Payments	(4,31,99,245)	(4,80,00,000)
<b>Closing Balance of Lease Liability</b>	<b>1,65,93,747</b>	<b>5,54,80,318</b>
Non Current	1,65,93,747	1,59,36,556
Current	-	3,95,43,762

Refer significant accounting policies for approach followed by the group for transition to ind AS 116.

- There are no restrictions or covenants imposed by leases.
- Refer note 29 for rental expense recorded for short-term leases and low value leases for the year ended 31 March 2021.
- There are no amounts payable toward variable lease expense recognised for the year ended 31 March 2021.
- The maturity analysis of lease liabilities are disclosed in note.33(C)
- There are no leases which have not yet commenced to which the lessee is committed (if any).

**Note 5: Investments accounted for using the equity method**

	As at March 31, 2021	As at March 31, 2020
<b>A. In Joint Ventures (at cost)</b>		
<b>(a) In Equity Instruments (Un quoted)</b>		
South Coast Infrastructure Development Company of Andhra Pradesh Limited 25,000 Equity Shares of Rs.10/- each, fully paid	-	-
<b>(b) In LLP (Un quoted)</b>		
SMW Granites LLP	67,15,401	65,59,573
<b>Name of the Partner</b>	<b>Share in Profit (%)</b>	
Midwest Granite Private Limited	50%	
Srikanth Daliya	50%	
<b>Total Capital of the firm</b>	<b>8000000</b>	
<b>Total Investments accounted for using the equity method</b>	<b>67,15,401</b>	<b>65,59,573</b>

**Note 6: Non-Current Investments**

	As at March 31, 2021	As at March 31, 2020
<b>A. In Subsidiary (at cost)</b>		
BEML Midwest Limited (Refer Note 38.5) 66,17,200 Equity shares of Rs.10/- each fully paid Less: Impairment in the value of investment	6,61,72,000 (6,61,72,000)	6,61,72,000 (6,61,72,000)
<b>B. Investment in Other Companies (at fair value through Profit and loss)</b>		
<b>In Equity Instruments (Quoted)</b>		
Aditya Birla Fashion and Retail Limited 5200 (2020:5200) Equity shares of Rs.10/- each, fully paid	10,46,500	7,96,380
Grasim Industries Limited 1500 (2020: 1500) Equity shares of Rs.2/- each, fully paid	21,78,150	7,13,100
Aditya Birla Capital Limited 2100 (2020: 2100) Equity shares of Rs.10/- each, fully paid	2,50,740	88,620
<b>D. Investment in government securities (at amortised cost):</b>		
National Savings Certificates (Pledged as Security deposit with government authorities)	1,51,699	1,51,699
<b>Total Non-current investments</b>	<b>36,27,089</b>	<b>17,49,799</b>
Aggregate amount of quoted investments	34,75,390	15,98,100
Aggregate amount of market value of quoted investments	34,75,390	15,98,100
Aggregate amount of unquoted investments	6,63,23,699	6,63,23,699
Aggregate amount of impairment in the value of investment	(6,61,72,000)	(6,61,72,000)



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**MIDWEST GRANITE PRIVATE LIMITED**  
Notes to the Consolidated Financial statements  
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**Note 7: Loans**

**Current**

	As at March 31, 2021	As at March 31, 2020
<b>Unsecured, considered good</b>		
Loans to related parties (Refer Note:39)	3,14,78,322	3,25,92,516
Security Deposits	1,03,15,847	1,00,22,344
<b>Total Current loans</b>	<b>4,17,94,169</b>	<b>4,26,14,860</b>

**Breakup of security details**

	As at March 31, 2021	As at March 31, 2020
Loans considered good- Secured	-	-
Loans considered good- Unsecured	4,17,94,169	4,26,14,860
Loans which have significant increase in credit risk	-	-
Loans- credit impaired	-	-
<b>Total loans</b>	<b>4,17,94,169</b>	<b>4,26,14,860</b>

**Note 8: Other Financial Assets**

**(A) Non-Current**

	As at March 31, 2021	As at March 31, 2020
<b>(Unsecured , Considered good)</b>		
Fixed deposits with original maturity of more than twelve months	3,67,720	3,67,720
Keyman Insurance premium and benefits receivable	8,41,93,099	7,13,20,619
CST receivable	15,93,306	25,14,451
<b>Total Other Non Current Financial Assets</b>	<b>8,61,54,125</b>	<b>7,42,02,790</b>

**(B) Current**

	As at March 31, 2021	As at March 31, 2020
Deposits Recoverable	1,53,000	27,35,707
Foreign Currency Forward Contract Receivable	25,48,000	-
<b>Total Other Current Financial Assets</b>	<b>27,01,000</b>	<b>27,35,707</b>

**Note 9: Deferred tax assets (net)**

The balance comprises temporary differences attributable to:

	As at March 31, 2021	As at March 31, 2020
<b>Deferred tax assets:</b>		
<b>Arising on account of temporary differences in:</b>		
Expenses allowable on the basis of Payment	1,10,60,955	1,34,80,728
Provision for impairment of investments	1,93,73,278	2,00,29,751
Provision for expected credit loss allowances & Doubtful Debts	1,79,80,501	10,54,868
Provision for gratuity	75,30,872	63,56,061
Lease Liability	-	99,52,374
Mat Credit Entitlement/ (utilisation)	-	5,85,423
Unrealised profit on inventory and Others	(2,45,531)	(5,62,500)
<b>Deferred tax (liability):</b>		
Property, plant and equipment	(36,81,002)	(27,87,626)
Keyman insurance premium and benefits receivable	(1,96,72,770)	(1,71,82,553)
Financial assets measured at FVTPL	(8,74,686)	(4,02,210)
Right - of - use assets	-	(95,81,754)
<b>Net deferred tax (liability) / assets (net)</b>	<b>3,14,71,617</b>	<b>2,09,42,562</b>

**Note 9.1: Reconciliation of deferred tax assets (net)**

	As at March 31, 2021	As at March 31, 2020
<b>Opening balance</b>	<b>2,09,42,562</b>	<b>1,23,13,545</b>
on account of disposal of group undertaking	(5,63,693)	-
Tax (income)/expense recognised in profit and loss	1,15,72,207	76,25,500
Tax (income)/expense recognised in other comprehensive income	(4,79,459)	10,03,517
<b>Deferred tax assets (net)</b>	<b>3,14,71,617</b>	<b>2,09,42,562</b>

**Note 10: Other Assets**

**(A) Non-current assets**

	As at March 31, 2021	As at March 31, 2020
<b>(Unsecured , Considered good)</b>		
Capital advances	15,36,46,368	10,04,80,710
Deposit against cases	26,86,775	26,86,775
Security deposits	3,45,03,339	3,18,17,395
Prepaid income tax (Net of provision for income tax)	6,02,74,666	4,46,49,898
Other receivables	1,15,90,753	1,81,37,737
<b>Total other non-current assets</b>	<b>26,27,01,901</b>	<b>19,77,72,515</b>



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(B) Current Assets

	As at March 31, 2021	As at March 31, 2020
<b>(Unsecured , Considered good)</b>		
Balances with government authorities	24,29,79,270	21,12,54,420
Prepaid expenses	6,77,30,485	2,08,55,253
Security deposits	75,43,918	2,85,94,462
Supplier Advances (goods, services and expenses )		
Considered good	7,70,60,196	8,99,85,401
Considered doubtful	1,40,98,211	-
Less : Provision for doubtful advances	(1,40,98,211)	-
Scrap Value of assets discarded	54,00,000	-
Other Advances and receivables	21,83,337	83,59,780
<b>Total other current assets</b>	<b>40,28,97,206</b>	<b>35,90,49,316</b>

Note 11: Inventories (Valued at lower of cost and net realisable value )

	As at March 31, 2021	As at March 31, 2020
Raw Materials	6,97,13,345	6,58,50,855
Work-in-progress	6,14,14,590	12,41,68,750
Finished goods	35,76,17,780	15,62,64,117
Stock-in-trade	65,35,616	74,17,758
Stores and spares	10,26,67,287	7,61,67,160
<b>Total inventories</b>	<b>59,79,48,618</b>	<b>42,98,68,640</b>
Included above, stock-in-transit		
Finished goods	15,41,37,592	-
Stores and spares	-	20,33,398

Note 12: Trade receivables

(A) Current

	As at March 31, 2021	As at March 31, 2020
Secured, considered good	-	-
Unsecured, considered good	51,77,37,371	60,15,18,089
Doubtful	8,57,52,124	4,39,16,359
<b>Total</b>	<b>60,34,89,495</b>	<b>64,54,34,448</b>
Less: Expected credit loss allowances	(8,57,52,124)	(4,39,16,359)
<b>Total Current trade receivables</b>	<b>51,77,37,371</b>	<b>60,15,18,089</b>

Note 12(i): Movement in the expected credit loss allowances (Refer Note 33(A)(I))

	As at March 31, 2021	As at March 31, 2020
Balance at the beginning of the year	4,39,16,359	4,40,06,195
Add: Expected credit loss allowances during the year	4,42,62,123	20,09,939
Less: Expected credit loss allowances reversed during the year	-	(11,23,500)
Less: Bad debts written off during the year	(24,26,358)	(9,76,275)
<b>Balance at the end of the year</b>	<b>8,57,52,124</b>	<b>4,39,16,359</b>

Note 13: Cash and cash equivalents

	As at March 31, 2021	As at March 31, 2020
Balances with banks		
-in Current Accounts	4,73,86,664	4,91,73,739
-in EEFC Accounts	2,77,246	2,90,086
Cash on hand	6,17,943	4,30,769
<b>Total cash and cash equivalents</b>	<b>4,82,81,853</b>	<b>4,98,94,594</b>

Note 14: Bank balances other than cash and cash equivalents

	As at March 31, 2021	As at March 31, 2020
In fixed deposits with original maturity of more than three months but less than twelve months	20,04,860	19,64,309
Balances with banks to the extent held as Margin money (On Letter of credit and Bank Guarantees issued by bank, etc.. )	2,46,27,941	1,96,44,122
<b>Total Bank balances other than cash and cash equivalents</b>	<b>2,66,32,801</b>	<b>2,16,08,431</b>



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**MIDWEST GRANITE PRIVATE LIMITED**  
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**Note 15 : Equity share capital**

**Authorised :**

	Number of shares	Amount
As at 1st April 2019	8,07,000	8,07,00,000
Movement during the year	-	-
As at 31st March 2020	8,07,000	8,07,00,000
Movement during the year	-	-
As at 31st March 2021	8,07,000	8,07,00,000

**Issued :**

	Number of shares	Amount
As at 1st April 2019	91,343	91,34,300
Movement during the year	-	-
As at 31st March 2020	91,343	91,34,300
Movement during the year	(17,030)	(17,03,000)
As at 31st March 2021	74,313	74,31,300

**Subscribed and fully paid up :**

	Number of shares	Amount
As at 1st April 2019	91,343	91,34,300
Movement during the year	-	-
As at 31st March 2020	91,343	91,34,300
Movement during the year	(17,030)	(17,03,000)
As at 31st March 2021	74,313	74,31,300

**15.1 Terms and rights attached to equity shares**

The Company has only one class of equity shares having face value of INR 100/- per share. The Company declares and pay dividend in Indian rupees. The holder of equity shares is entitled to dividend right in the same proportion to the paid up capital. The dividend proposed by the Board of Directors is subject to approval of shareholders in the ensuing Annual General Meeting except in case of Interim Dividend. In the event of liquidation of the company, the holders of equity shares are entitled to receive remaining assets of the company, after distribution of all preferential amounts, in proportion to the number of equity shares held by them. Every holder of equity shares present at a meeting in person or by proxy, is entitled to one vote, and upon a poll each share is entitled to one vote.

**15.2 Details of shareholders holding more than 5% equity shares in the company**

	Mr. K. Rama Raghava Reddy	Mr. M. V. V. Nagi Reddy	Mrs. V. Prameela Rani	Mr. G. Ravindra Reddy
<b>As at March 31, 2020</b>				
Number of shares	65,186	7,274	7,064	7,066
% holding	71.36	7.96	7.73	7.74
<b>As at March 31, 2021</b>				
Number of shares	64886	-	-	7,066
% holding	87.31	-	-	9.42

**15.3 Details of Buyback of equity shares**

During the year ended March 31, 2021, the Company concluded the buyback of 17,030 equity shares as approved by the Board of Directors on September 14, 2020. This has resulted in a total cash outflow of Rs.9,44,16,837/- (including tax on buyback of Rs.1,77,81,837/-). In line with the requirement of the Companies Act, 2013, total amount has been utilised from general reserve respectively. Further, capital redemption reserve of Rs.1,70,300/- (representing the nominal value of the shares bought back) has been created as an apportionment from retained earnings. Consequent to such buyback, the paid-up equity share capital has reduced by Rs. 17,03,000/-.

**Note 16: Borrowings**

**(A) Non-Current**

	As at March 31, 2021	As at March 31, 2020
<b>Secured:</b>		
From Banks	53,40,68,654	33,46,51,678
From Others	12,90,93,256	16,17,42,562
<b>From Others</b>		
-Interest free unsecured loans from directors	90,40,443	4,01,27,621
- From others	11,45,80,228	11,75,12,671
<b>Total non-current borrowings</b>	<b>78,67,82,581</b>	<b>65,40,34,532</b>
Less: Current maturities of long-term debt	(24,98,82,952)	(18,72,62,540)
Less: Impact of Financial liabilities at amortised cost using Effective interest rate	(42,882)	(1,32,216)
<b>Non-current borrowings</b>	<b>53,68,56,747</b>	<b>46,66,39,776</b>



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**MIDWEST GRANITE PRIVATE LIMITED**  
**Notes to the Consolidated Financial statements**  
(All amounts in Indian Rupees )

**Note 16.1 Details of Non-current Borrowings :**

**(i) Term loans from banks**

**Terms of repayment:**

Name of Financial Institution	Amount of Loan	Interest rate %	Amount of Instalment due	Total No. of Instalments due	Period of maturity from balance sheet date
<b>(a) Secured:</b>					
<b>1.Against Hypothecation of Vehicles and personal guarantee by the Director of the company</b>					
HDFC Bank Limited	9,90,000	8.90	31,205	1	1 month
HDFC Bank Limited	76,45,000	8.25	37,01,111	26	2 Years and 2 months
Axis Bank Limited	12,40,000	9.36	5,31,946	15	1 Year and 3 months
Axis Bank Limited	7,14,000	9.36	2,08,283	10	10 months
Yes Bank Limited	29,10,000	8.75	20,20,341	39	3 Years and 3 months
Axis Bank Limited	8,48,000	9.96	3,73,683	15	1 Year and 3 months
Axis Bank Limited	32,34,000	9.42	15,81,890	17	1 Year and 5 month
Axis Bank Limited	23,58,000	9.31	14,00,523	21	1 Year and 9 month
Axis Bank Limited	8,25,000	8.51	7,64,265	34	2 Years and 10 months
<b>2.Against Hypothecation of Mining Equipment and guaranteed by one of the directors of the company</b>					
HDFC Bank Limited	20,38,500	9.20	2,23,271	4	4 months
HDFC Bank Limited	10,04,720	9.20	3,81,888	16	1 Year and 4 month
Axis Bank Limited	1,02,00,000	8.86	13,50,256	6	6 months
Axis Bank Limited	1,04,30,000	9.01	19,04,976	8	8 months
Axis Bank Limited	2,22,72,000	8.86	60,71,846	12	1 Year
Axis Bank Limited	4,45,44,000	8.86	1,42,68,552	14	1 Year and 2 months
HDFC Bank Limited	4,50,00,000	9.50	1,86,03,207	21	1 Year and 9 months
Kotak Mahindra Bank Limited	1,11,60,000	11.17	46,17,898	17	1 Year 5 months
Kotak Mahindra Bank Limited	74,00,000	11.08	33,10,964	18	1 Year 6 months
Yes Bank	2,57,67,000	8.95	42,27,528	7	7 months
Axis Bank Limited	14,60,000	10.51	4,34,779	10	10 months
Axis Bank Limited	14,60,000	10.51	4,79,201	11	11 months
Kotak Mahindra Bank Limited	55,80,000	9.00	18,95,897	14	1 Year 2 months
Kotak Mahindra Bank Limited	38,49,750	8.90	14,34,357	15	1 Year 3 months
Yes Bank	93,10,000	8.50	47,60,007	23	1 Year 11 months
HDFC Bank Limited	1,89,37,801	11.10	1,15,83,465	30	2 Years and 6 months
Yes Bank	94,48,800	8.35	69,84,278	38	3 Years and 2 months
Yes Bank	94,48,800	8.35	70,37,162	38	3 Years and 2 months
ICICI Bank Limited	2,67,00,000	9.00	1,70,95,900	23	1 Year and 11 months
Axis Bank Limited	2,61,53,000	9.02 & 9.26	2,02,40,704	30	3 Years
Axis Bank Limited	92,97,000	9.41	80,16,381	29	2 Years and 11 months
Axis Bank Loan -PRD500M MARP & MKOD	65,64,000	8.91	58,96,938	31	2 Years and 7 months
AXIS Junt ED22A,SandDC120&Ta HitacZ	1,91,16,000	8.77	1,80,81,535	44	3 Years and 8 months
Axis Bank Limited - EICHER PRO 8028	88,82,000	8.77	85,62,742	45	3 Years and 9 months
Axis Bank -EICHER PRO 8028XM TIPPER	46,00,000	8.77	44,34,650	45	3 Years and 9 months
Axis Bank -Volvo FMX & 500PRD -FY20	1,60,98,000	8.31 & 8.62	1,58,07,419	46	3 Years and 10 months
ICICI Bank (3 Excavators)	2,71,66,704	8.00	2,71,66,704	48	4 Years
HDFC Bank Limited	3,77,74,700	8.90	3,55,49,274	55	4 Years and 7 months
Yes Bank Limited	3,54,60,000	9.89	2,96,32,477	42	3 Years and 6 months
Yes Bank Limited	55,45,000	9.92	44,40,343	36	3 Years
Yes Bank Limited	54,00,000	9.87	44,74,697	38	3 Years and 2 months
HDFC DC 120 Sandvik - 84668768 (FY2	79,00,000	8.65	67,36,431	39	3 Years and 3 months
HDFC DC 120 Sandvik - 84668762 (FY2	80,59,500	8.65	68,72,439	39	3 Years and 3 months
HDFC Volvo Tippers 2 -84668776 & 84	2,45,00,000	8.65	2,08,91,462	39	3 Years and 3 months
HDFC 2No's Exca370,1No Exca200&2 No's Ex	3,03,39,690	8.25	2,81,20,974	43	3 Years and 7 months
HDFC VOLVO FMX 460-TIPPER 4 No's	4,87,72,584	8.25	4,61,06,705	44	3 Years and 8 months
HDFC BANK-Exca Drill22A DrilingUnit	1,77,96,850	8.25	1,64,95,388	43	3 Years and 7 months
HDFC Bank Limited	2,89,03,100	8.65	2,89,03,100	47	3 years 11 months
HDFC Bank Limited	3,93,79,093	8.65	3,57,66,869	42	3 years 6 months
HDFC Bank Limited	1,07,78,974	8.65	1,01,89,822	44	3 years 8 months
Yes Bank	92,05,200	8.55	87,30,680	33	2 years 9 months
Axis Bank Limited	1,65,03,804	8.86	4,13,826	2	2 months
Yes Bank	1,70,20,000	9.35	21,87,220	3	3 month
Canara Bank	38,00,000	7.50	38,00,000	36	3 years
<b>5.Against mortgage of Residential Building:</b>					
Kotak Mahindra Bank Limited	2,88,00,000	12.35	50,62,196	14	1 Year and 2 months
<b>1.Guaranteed by one of the directors of the company and Equitable mortgage of industrial site belonging to Midwest Gold Limited:</b>					
HDFC Bank Limited	1,42,00,000	8.25	1,42,00,000	44	3 Years and 8 months
<b>Total of term loans from banks secured</b>			<b>53,40,68,654</b>		



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**MIDWEST GRANITE PRIVATE LIMITED**  
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**(ii) Term loans from others**

**Terms of repayment:**

Name of Financial Institution	Amount of Loan	Interest rate %	Amount of Instalment due	Total No. of Instalments due	Period of maturity from balance sheet date
<b>(a) Secured:</b>					
<b>1. Against hypothecation of Vehicles</b>					
Kotak Mahindra Prime Limited	9,20,792	9.22	1,83,230	11	11 months
Daimler Financial Services India Private Limited	56,78,500	11.09	39,79,605	21	1 Year and 9 months
TATA Capital Financial Services Ltd	14,51,207	10.94	9,84,475	33	2 Years and 9 months
Mahindra & Mahindra Financial Services Limited	5,00,000	11.55	2,99,171	29	2 Years and 5 months
Ford Credit India Private Limited	7,12,000	8.40	1,67,204	12	One Year
<b>2. Against hypothecation of Mining Equipment and guaranteed by one of the directors of the company:</b>					
Srei Equipment Finance Limited	79,09,320	9.01	21,12,828	11	11 months
Srei Equipment Finance Limited	1,63,40,400	9.01	43,50,031	11	11 months
Srei Equipment Finance Limited	1,63,40,400	9.01	43,50,031	11	11 months
Tata Capital Financial Services Limited	1,58,33,412	11.00	32,03,739	11	11 months
Srei Equipment Finance Limited	3,45,25,684	9.01	1,00,37,734	14	1 years 2 months
Siemens Financial Service Limited	28,96,074	11.00	21,23,136	33	2 years 9 months
Siemens Financial Service Limited	3,39,37,988	11.20	2,97,91,783	40	3 years 4 months
<b>3. Against hypothecation of Mining Equipment and guaranteed by the chairman of the company:</b>					
Tata Capital Financial Services Limited	1,09,82,354	10.93	72,48,971	32	2 Years and 8 months
Tata Capital Fin Ser Ltd-Kobelco380	1,90,57,000	8.63	1,19,67,824	31	2 Years and 7 months
Srei Equipment Finance Limited	47,64,250	9.25	3,29,387	2	2 months
HDB Financial Services Limited	94,16,400	8.65	32,24,914	15	1 Year and 3 months
HDB Financial Services Limited	1,05,72,550	8.65 & 10	7,41,062	3	3 months
Tata Capital Fin Ser Ltd-Kobelco380	95,28,500	8.63	61,61,588	32	2 Years and 8 months
Citicorp Finance (India) Limited	24,42,000	8.75	17,51,176	32	2 Years and 8 months
Citicorp Finance (India) Limited	95,28,000	7.05	67,67,049	32	2 Years and 8 months
Citicorp Finance (India) Limited	45,40,050	8.75	32,55,718	32	2 Years and 8 months
Citicorp Finance (India) Limited	1,89,56,700	7.00	1,38,41,281	33	2 Years and 9 months
Andhra Pradesh State Financial Corporation	1,42,99,970	16.50	58,19,970	11	11 Months
Andhra Pradesh State Financial Corporation	1,51,56,350	15.50	64,01,350	39	3 Years and 3 months
<b>Total of term loans from others secured</b>			<b>12,90,93,256</b>		
<b>(b) Unsecured</b>					
Interest free Loans taken from directors			90,40,443		
From Others			11,45,80,228		
<b>Total of term loans from others unsecured</b>			<b>12,36,20,671</b>		

There is no continuing default as on the balance sheet date in repayment of loans and interest amounts.

**(B) Current**

	As at March 31, 2021	As at March 31, 2020
<b>From Banks (Secured)</b>		
Working capital loan from Canara Bank	1,42,73,186	1,73,24,967
Working capital loan from HDFC Bank Limited	3,92,59,379	10,99,10,835
Working capital loan from Kotak Mahindra Bank Limited	6,01,30,429	14,49,31,960
Working capital loan from SBI	5,27,29,183	6,51,79,779
Working capital loan from Commercial Bank	185	201
Working capital loan from South India Bank	62,94,545	4,58,16,071
<b>Total</b>	<b>17,26,86,907</b>	<b>38,31,63,813</b>
<b>From Others (Unsecured)</b>		
Working capital loan from Tata Capital Finance Limited		
Loan from bodies corporate	3,37,81,782	3,46,40,145
Loan from directors	22,57,855	98,94,979
Interest free loans from related party	-	1,98,92,001
<b>Total</b>	<b>3,60,39,637</b>	<b>6,44,27,125</b>
<b>Total current borrowings</b>	<b>20,87,26,544</b>	<b>44,75,90,938</b>



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**MIDWEST GRANITE PRIVATE LIMITED**  
**Notes to the Consolidated Financial statements**  
(All amounts in Indian Rupees )

**Note 16.2 Details of Current borrowings :**

**(i) From Canara Bank Limited**

**Primary Security:**

Hypothecation of Stocks and book- debts.

**Collateral Security:**

Industrial land and building located at patancheru of Holding company and Plant and Machinery of the subsidiary

**Personal Guarantee:**

Personal Guarantee by two Directors and a relative of Directors of the company

The above loans carry's interest @ 1 year MCLR plus 2.55%

**Corporate Guarantee:**

By Holding Company

**(ii) From HDFC Bank Limited**

**Primary Security:**

First charge in favour of the Bank by way of hypothecation of the company's entire stocks of Work-in-progress, Finished goods and Consumable stores

**Security Deposit:**

Retention money deposit with principals

**Collateral Security:**

Equitable Mortgage of Plot no25a, Sr No.41 and 42 situated at Krishnasagara, Attibele Industrial Area, Karnataka belonging to the Company.

**Personal Guarantee:**

Personal Guarantee by two Directors and a relative of Directors of the company

**Corporate Guarantee:**

By Midwest Gold Limited (Subsidiary Company)

The above loans carry's interest @ 1 year MCLR plus 3.00%

**(iii) From Kodak Mahindra Bank Limited**

**Primary Security:**

First and exclusive charge on all existing and future current assets and unencumbered moveable fixed assets of the subsidiary

**Collateral Security:**

Equitable Mortgage of building located at Bollaram Village and banjara Hills belonging to the Holding Company.

**Personal Guarantee:**

Personal Guarantee by two Directors and a relative of Directors of the company

**Corporate Guarantee:**

By Holding Company

The above loans carry's interest @ 1 year MCLR plus 2.00%

**(v) From South Indian Bank**

**Security:**

Land admeasuring 10861.11 Sq. yards situated in D- Block of Industrial development area, in Sy no 48 part of Chinagantyada village, Visakhapatnam belonging to the company.

**Personal Guarantee:**

Personal Guarantee by three Directors and a one relative of Directors of the company

**(vi) From State Bank of India**

**Security:**

Hypothecation of Stocks and book- debts.

**Corporate Guarantee:**

By Holding Company



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**MIDWEST GRANITE PRIVATE LIMITED**  
**Notes to the Consolidated Financial statements**  
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**Note 17: Provisions**

	As at March 31, 2021	As at March 31, 2020
<b>Employee Benefit Obligations</b>		
<b>Non-Current</b>		
Retirement Benefits	3,23,65,907	3,39,40,675
Leave encashment	77,07,486	1,04,79,232
<b>Total</b>	<b>4,00,73,393</b>	<b>4,44,19,907</b>
<b>Current</b>		
Retirement Benefits	71,35,651	25,21,587
Leave encashment	24,58,021	24,75,296
Others	2,14,858	2,01,492
<b>Total</b>	<b>98,08,530</b>	<b>51,98,375</b>
<b>Grand Total</b>	<b>4,98,81,923</b>	<b>4,96,18,282</b>

**Note 17 (a):**

**(i) Defined Contribution plans**

**Employer's Contribution to Provident Fund:** Contributions are made to provident fund for entitled employees at the prescribed rate as per regulations. The contributions are made to registered provident fund administered by the government. The obligation of the group is limited to the amount contributed and it has no further contractual nor any constructive obligation. (the amount also includes contribution to employee trust fund at 3% of gross emoluments on employees according to local laws of a component)

**Employer's Contribution to State Insurance Scheme:** Contributions are made under State Insurance Scheme for entitled employees at the prescribed rate to Employee State Insurance Corporation. The obligation of the group is limited to the amount contributed and it has no further contractual nor any constructive obligation.

	As at March 31, 2021	As at March 31, 2020
Employer's Contribution to Provident Fund	71,23,174	92,30,857
Employer's Contribution to ESI	3,35,994	4,68,577

**(ii) Defined Benefits plans**

**Post-employment obligations- Gratuity (Indian)**

The Group provides for gratuity for employees in India as per the payment of Gratuity Act, 1972. Employees who are in continuous service for a period of 5 years are eligible for gratuity. The amount of gratuity payable on retirement/termination is the employees last drawn basic salary per month computed proportionately for 15 day's salary multiplied for the number of years of service.

**Post-employment obligations- Gratuity (Srilanka)**

The subsidiary company has made a provision of gratuity payable on retirement/termination is the employees last drawn half month's salary of the last month of the financial year for all employees, for each completed year of service. Employees who are in continuous service for a period of 5 years are eligible for gratuity.

**A) Reconciliation of opening and closing balances of Defined Benefit Obligation**

	Gratuity (Unfunded)	
	As at March 31, 2021	As at March 31, 2020
Defined Benefit Obligation at beginning of the year	3,64,62,262	3,28,12,793
Current Service Cost	27,60,916	28,85,029
Interest Cost	22,74,832	21,43,889
Past Service Cost	12,40,234	-
Actuarial Loss for the year	(13,30,301)	39,89,100
Benefits Paid	(19,06,385)	(53,68,549)
<b>Defined Benefit Obligation at year end</b>	<b>3,95,01,558</b>	<b>3,64,62,262</b>
Current	71,35,651	25,21,587
Non current	3,23,65,907	3,39,40,675

**D) Expenses recognised during the year**

	Gratuity (Unfunded)	
	As at March 31, 2021	As at March 31, 2020
<b>In Statement of Profit and Loss</b>		
Current Service Cost	27,60,916	28,85,029
Past service Cost	12,40,234	-
Interest Cost	22,74,832	21,43,889
Net Cost	62,75,982	50,28,918
<b>In Other Comprehensive Income</b>		
Actuarial (Gain) / Loss	(13,30,301)	39,89,100
<b>Net expense for the period recognised in OCI</b>	<b>(13,30,301)</b>	<b>39,89,100</b>

**Significant estimates: Actuarial assumptions and sensitivity**

The significant actuarial assumptions were as follows:

	As at March 31, 2021	As at March 31, 2020
Discount rate	6.88% - 6.92%	6.70% - 6.76%
Salary growth rate	4% - 10%	4% - 10%
Withdrawal rate	3% - 5%	3% - 5%
Normal Retirement Age	58 Years	58 Years
Average Balance Future Services	11.48% - 19.91%	11.96% - 19.86%
Mortality Table(IALM)	100%	100%



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**MIDWEST GRANITE PRIVATE LIMITED**  
**Notes to the Consolidated Financial statements**  
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**Sensitivity analysis**

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

Particulars	As at March 31, 2021	As at March 31, 2020
Defined Benefit Obligation	3,95,01,558	3,64,62,262
Discount rate:(% change compared to base due to sensitivity)		
Increase : +1%	3,68,39,474	3,36,16,791
Decrease: -1%	4,25,48,789	3,97,33,518
Salary Growth rate:(% change compared to base due to sensitivity)		
Increase : +1%	4,22,69,216	3,94,28,456
Decrease: -1%	3,70,43,539	3,37,64,481
Withdrawal rate:(% change compared to base due to sensitivity)		
Increase : +1%	4,00,10,874	3,69,11,741
Decrease: -1%	3,89,33,888	3,59,54,863

The above sensitivity analysis are based on a change in an assumption while holding all other assumptions constant. In practice, this is unlikely to occur and changes in some of the assumptions may be correlated. When calculating the sensitivity of the defined benefit obligation to significant actuarial assumptions, the same method (present value of the defined benefit obligation calculated with the projected unit credit method at the end of the reporting period) has been applied as when calculating the defined benefit liability recognised in the balance sheet. The methods and types of assumptions used in preparing the sensitivity analysis did not change compared to the prior period.

**Risk Management**

The Significant risks the group has in administering defined benefit obligations are:

**Interest Rate Risk:** This may arise from volatility in asset value due to market fluctuations and impairment of asset due to credit loss. These plans primarily invest in debt instruments such as government securities and highly rated corporate bonds the valuation of which is inversely proportional to the interest rate movements.

**Salary Cost Inflation Risk:** The present value of the Defined Benefit Obligation is calculated with reference to the future salaries of participants. Increase in salary due to adverse inflationary pressures might lead to higher liabilities.

**Note 18: Other non-current liabilities**

	As at March 31, 2021	As at March 31, 2020
Security Deposit	2,09,38,836	2,87,20,124
Others	-	1,05,46,669
<b>Total other financial liabilities</b>	<b>2,09,38,836</b>	<b>3,92,66,793</b>

**Note 19: Other Financial liabilities**

	As at March 31, 2021	As at March 31, 2020
<b>Current</b>		
Current maturities of long-term borrowings	24,98,82,952	18,72,62,540
Interest accrued but not due	1,73,19,664	1,51,04,920
Foreign Currency Forward Contracts	-	99,01,070
Creditors for capital goods and services	1,20,63,000	1,20,63,000
Employee benefits payable	21,01,01,227	7,94,85,575
Creditors for expenses	31,10,05,898	34,27,46,696
<b>Total other financial liabilities</b>	<b>80,03,72,741</b>	<b>64,65,63,801</b>

**Note 20: Other current liabilities**

	As at March 31, 2021	As at March 31, 2020
Advance received from customers	29,49,07,136	44,63,73,880
Statutory liabilities	1,31,94,594	1,18,39,293
Others	7,53,56,846	9,25,26,178
<b>Total other current liabilities</b>	<b>38,34,58,576</b>	<b>55,07,39,351</b>

**Note 21: Current tax liabilities (net)**

	As at March 31, 2021	As at March 31, 2020
Provision for income tax (Net of prepaid tax)	4,74,57,610	22,71,789
<b>Total current tax liabilities (net)</b>	<b>4,74,57,610</b>	<b>22,71,789</b>



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**MIDWEST GRANITE PRIVATE LIMITED**  
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**Note 22: Revenue from operations**

	For the year ended March 31, 2021	For the year ended March 31, 2020
Sale of products	3,79,65,29,012	249,50,00,388
Sale of traded goods	4,34,125	28,51,076
Income from Services	-	7,40,46,236
<b>Other operating revenues:</b>		
Export incentive	2,02,824	1,79,406
Sale of scrap arising out of production	26,45,150	-
<b>Total revenue from operations</b>	<b>379,98,11,111</b>	<b>257,20,77,106</b>

*Disaggregation of revenue from contracts with customers*

The company derives revenue from transfer of goods from the following geographical locations.

Geographical location	For the year ended March 31, 2021	For the year ended March 31, 2020
- India	241,81,46,531	118,56,82,674
- Other countries	138,16,64,580	138,63,94,432
<b>Total</b>	<b>379,98,11,111</b>	<b>257,20,77,106</b>

**Contract Price Reconciliation**

	For the year ended March 31, 2021	For the year ended March 31, 2020
Contract Price	380,18,19,212	257,20,77,106
Less: Variable consideration	(20,08,101)	-
	<b>379,98,11,111</b>	<b>257,20,77,106</b>

**Note 23: Other income**

	For the year ended March 31, 2021	For the year ended March 31, 2020
Interest income from financial assets carried at amortised cost	21,54,173	21,07,187
Dividend income	6,000	3,989
Net gain on foreign currency transaction and translation	2,31,81,701	-
Net gain arising on financial assets mandatorily measured at FVTPL	18,77,290	14,420
Rental Income	53,15,950	-
Net fair value gain on foreign exchange forward contracts	25,48,000	-
Balances written back (net)	-	3,12,16,219
Net gain on disposal of subsidiary (Refer note 45)	25,00,000	-
Keyman insurance income	1,00,43,674	-
Refund of Terminal excise duty	7,47,84,841	-
Provision for doubtful debts no longer required written back	-	11,23,500
Liabilities no longer required written back	1,17,74,771	2,64,344
Other non-operating income	48,48,595	54,59,451
<b>Total other income</b>	<b>13,90,34,995</b>	<b>4,01,89,110</b>

**Note 24: Cost of raw material consumed**

	For the year ended March 31, 2021	For the year ended March 31, 2020
Raw materials at the beginning of the year	6,58,50,855	5,43,30,651
Add: Purchases	5,61,15,801	5,06,45,405
Less: Raw material at the end of the year	6,97,13,345	6,58,50,855
Less: Effect of rate changes	37,90,878	-
<b>Total cost of raw material consumed</b>	<b>4,84,62,433</b>	<b>3,91,25,201</b>



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**MIDWEST GRANITE PRIVATE LIMITED**  
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**Note 25: Changes in inventories of finished goods, work-in-progress and stock-in-trade**

	For the year ended March 31, 2021	For the year ended March 31, 2020
<b>Opening Balance:</b>		
Finished goods	15,62,64,117	19,07,22,388
Work-in-progress	12,41,68,750	12,82,08,943
Stock-in trade	74,17,758	70,83,946
less: Stock on disposal of subsidiary	(1,76,79,935)	-
	<b>27,01,70,690</b>	<b>32,60,15,277</b>
<b>Closing Balance:</b>		
Finished goods	35,76,17,780	15,62,64,117
Work-in-progress	5,14,14,590	12,41,53,750
Stock-in trade	65,35,616	74,17,758
Less: Effect of rate changes	32,09,854	-
	<b>42,87,77,840</b>	<b>28,78,50,625</b>
<b>Total changes in inventories of finished goods, work-in-progress and stock-in-trade</b>	<b>(15,86,07,150)</b>	<b>3,81,64,652</b>

**Note 26: Employee benefits expense**

	For the year ended March 31, 2021	For the year ended March 31, 2020
Salaries, wages, bonus and other allowances	46,45,50,455	34,02,05,581
Contribution to provident fund and other funds	74,61,647	1,12,76,349
Contribution to to ESI	3,35,994	4,68,577
Staff welfare expenses	1,88,60,845	2,06,29,689
<b>Total employee benefits expense</b>	<b>49,12,08,941</b>	<b>37,25,80,196</b>

**Note 27: Finance costs**

	For the year ended March 31, 2021	For the year ended March 31, 2020
<b>Interest Expenses Measured at amortised cost</b>		
On Financial Liabilities	6,05,63,515	6,93,05,100
On Lease liabilities	36,55,483	70,06,133
Interest on income tax	5,00,307	6,95,139
Other borrowing costs	22,81,456	19,85,187
<b>Total Finance costs</b>	<b>6,70,00,761</b>	<b>7,89,91,559</b>

**Note 28: Depreciation expense**

	For the year ended March 31, 2021	For the year ended March 31, 2020
Depreciation of property, plant and equipment	14,06,90,598	12,74,78,185
Depreciation of Right-of use of assets	4,35,36,228	5,00,42,247
Amortisation expense	43,200	43,200
Less: Amount transfer to CWIP	-	(11,758)
<b>Total depreciation expense</b>	<b>18,42,70,026</b>	<b>17,75,51,874</b>



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**MIDWEST GRANITE PRIVATE LIMITED**  
**Notes to the Consolidated Financial statements**  
(All amounts in Indian Rupees )  
**Note 29: Other expenses**

	For the year ended March 31, 2021	For the year ended March 31, 2020
Jobwork charges	56,89,299	12,42,944
Power and fuel	6,31,93,186	4,86,46,074
Rent	1,46,78,200	1,45,50,726
Repairs to buildings	25,73,948	10,29,301
Repairs to machinery	28,09,82,141	20,52,07,276
Repairs to others	61,83,814	68,35,813
Insurance	1,08,68,898	1,03,46,981
Rates and taxes, excluding taxes on income	2,36,70,922	1,32,85,584
Royalty expenses	77,63,21,492	33,14,06,524
Printing and stationery	13,10,154	14,59,977
Communication expenses	27,69,827	32,32,743
Legal and professional charges	3,12,32,619	4,62,13,069
Travelling and conveyance	76,61,618	4,00,28,358
Vehicles maintenance	23,99,918	26,74,301
Carriage and freight	13,97,56,826	10,18,73,237
Payments to Auditors (Refer Note: 29(a))	32,23,039	24,98,644
Donations	1,20,49,339	13,47,876
Corporate Social Responsibility (Refer Note: 29(b))	39,07,930	12,19,551
Sales commission	83,88,363	87,75,857
Security charges	1,74,51,369	1,66,92,065
Loss on sale of assets (Net)	1,09,73,912	24,36,943
Book deficit on assets discarded	55,10,523	54,48,873
Bad debts written off	24,26,358	9,76,275
Provision for expected credit losses	4,18,35,765	10,33,664
Provision for doubtful debts	2,40,48,211	-
AGM expenses	45,000	-
Net loss on foreign currency transactions and translations	-	3,03,34,405
Net loss arising on financial assets mandatorily measured at FVTPL	-	22,11,516
Net fair value loss on foreign exchange forward contracts	-	1,08,45,411
Balances written off(net)	1,59,39,071	2,02,24,776
FairValue Changes of Key Man Insurance income	-	60,32,095
Derecognition of Goodwill on account of disposal of subsidiary(refer note 45)	29,55,715	-
General Expenses	1,82,26,939	2,82,15,640
<b>Total other expenses</b>	<b>153,62,74,396</b>	<b>96,63,26,499</b>

**Note 29(a): Details of payments to auditors**

	For the year ended March 31, 2021	For the year ended March 31, 2020
<b>Payment to Holding company auditors</b>		
As Statutory Auditor	11,50,000	9,00,000
For Certification	1,80,000	92,600
For Reimbursement of expenses	38,565	43,359
<b>Payment to Component Auditors</b>		
As Statutory Auditor	8,48,924	7,08,992
For tax Audit	3,00,000	3,75,000
For Income tax matters	5,70,000	2,40,000
For Limited review	15,000	15,000
For Certification	1,15,000	1,07,000
For Reimbursement of expenses	5,550	16,693
<b>Total payments to auditors</b>	<b>32,23,039</b>	<b>24,98,644</b>

**Note 29(b): Corporate social responsibility expenditure**

	For the year ended March 31, 2021	For the year ended March 31, 2020
Amount required to be spent as per section 135 of the Act	37,28,000	19,58,024
Amount spent during the year on	39,07,930	12,19,551
(i) On purpose:		
-Promoting healthcare	29,16,000	5,12,676
-Promoting education	51,000	6,31,290
-Others	9,40,930	75,585
	<b>39,07,930</b>	<b>12,19,551</b>



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**MIDWEST GRANITE PRIVATE LIMITED**  
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(All amounts in Indian Rupees )  
**Note 30: Income tax expense**

This note provides an analysis of the group's income tax expense, show amounts that are recognised directly in equity and how the tax expense is affected by non-assessable and non-deductible items. It also explains significant estimates made in relation to the group's tax positions.

	For the year ended March 31, 2021	For the year ended March 31, 2020
<b>Income tax expense</b>		
<b>Current tax</b>		
Current tax on profits for the year	23,80,00,000	5,40,00,000
Income tax adjustments of earlier years	-	(1,22,373)
<b>Total current tax expense</b>	<b>23,80,00,000</b>	<b>5,38,77,627</b>
<b>Deferred tax</b>		
Deferred tax to profit or loss	(1,15,72,207)	(76,25,500)
<b>Total Deferred tax expense/(benefit)</b>	<b>(1,15,72,207)</b>	<b>(76,25,500)</b>
Income tax expense recognised in statement of profit and loss	22,64,27,793	4,62,52,127
Current tax (income)/ expense recognised in other comprehensive income	(4,79,459)	10,03,517
<b>Total income tax expense</b>	<b>22,59,48,334</b>	<b>4,72,55,644</b>

**Reconciliation of tax expense and the accounting profit multiplied by applicable tax rate:**

	For the year ended March 31, 2021	For the year ended March 31, 2020
Profit from operations before income tax expenses	82,84,16,151	20,95,58,685
Income tax expense at tax rates applicable to individual entities	23,44,94,262	6,37,64,798
<b>Tax effect of amounts which are not deductible (taxable) in calculating taxable income:</b>		
Expenses not allowed for tax purpose	(10,80,836)	(1,23,83,833)
Income not considered for tax purpose	(51,13,588)	(27,50,126)
Tax effect due to non taxable income	-	(1,004)
Effect of change in tax laws and rate	-	(19,54,042)
Adjustments for current tax of prior periods	-	(1,22,373)
Expiry of unused tax losses	-	-
Others	(23,51,504)	7,02,224
<b>Income tax expenses</b>	<b>22,59,48,334</b>	<b>4,72,55,644</b>



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**MIDWEST GRANITE PRIVATE LIMITED**  
Notes to the Consolidated Financial statements  
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**Financial Instruments and Risk Management**  
**Note 31: Categories of Financial Instruments**

	Fair Value Hierarchy	As at March 31, 2021		As at March 31, 2020	
		Carrying Value	Fair Value	Carrying Value	Fair Value
<b>A. Financial assets</b>					
<b>a) Measured at amortised cost</b>					
i) Cash and cash equivalents	Level-3	4,82,81,853	4,82,81,853	4,98,94,594	4,98,94,594
ii) Other bank balances	Level-3	2,66,32,801	2,66,32,801	2,16,08,431	2,16,08,431
iii) Loans	Level-3	4,17,94,169	4,17,94,169	4,26,14,860	4,26,14,860
iv) Other financial assets	Level-3	8,88,55,125	8,88,55,125	7,69,38,497	7,69,38,497
v) Trade receivables	Level-3	51,77,37,371	51,77,37,371	60,15,18,089	60,15,18,089
vi) Investment in government securities	Level-3	1,51,699	1,51,699	1,51,699	1,51,699
<b>Sub-total</b>		<b>72,34,53,018</b>	<b>72,34,53,018</b>	<b>79,27,26,170</b>	<b>79,27,26,170</b>
<b>b) Mandatorily Measured at FVTPL</b>					
i) Investments in equity instruments in other entities and mutual funds	Level-1	34,75,390	34,75,390	15,98,100	15,98,100
<b>Sub-total</b>		<b>34,75,390</b>	<b>34,75,390</b>	<b>15,98,100</b>	<b>15,98,100</b>
<b>Total financial assets</b>		<b>72,69,28,408</b>	<b>72,69,28,408</b>	<b>79,43,24,270</b>	<b>79,43,24,270</b>
<b>B. Financial liabilities</b>					
<b>a) Measured at amortised cost</b>					
i) Trade payables	Level-3	13,35,02,503	13,35,02,503	8,99,51,772	8,99,51,772
ii) Borrowings	Level-3	74,55,83,291	74,55,83,291	91,42,30,714	91,42,30,714
iii) Lease Liabilities	Level-3	1,65,93,747	1,65,93,747	5,54,80,318	5,54,80,318
iv) Other financial liabilities	Level-3	80,03,72,741	80,03,72,741	64,65,63,801	64,65,63,801
<b>Total financial liabilities</b>		<b>169,60,52,282</b>	<b>169,60,52,282</b>	<b>170,62,26,605</b>	<b>170,62,26,605</b>

**Note 32: Fair Value Hierarchy**

The following table presents the fair value hierarchy of assets and liabilities:

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

Level 1: Quoted prices (unadjusted) in active market for identical assets or liabilities.

Level 2: Inputs other than quoted price including within level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices). The fair value of financial instruments that are not traded in an active market is determined using valuation techniques which maximize the use of observable market data and rely as little as possible on entity-specific estimates. If significant inputs required to fair value an instrument are observable, the instrument is included in Level 2.

Level 3: Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs). If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case with listed instruments where market is not liquid and for unlisted instruments.

(i) The carrying amounts of trade payables, Lease Liabilities, other financial liabilities, borrowings, cash and cash equivalents, other bank balances, trade receivables and other financial assets are considered to be the same as their fair values due to their short term nature.



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**MIDWEST GRANITE PRIVATE LIMITED**  
**Notes to the Consolidated Financial statements**  
 (All amounts in Indian Rupees )  
**Note 33: Financial Risk Management**

The Group's activities expose it to market risk and credit risk. The Group emphasise on risk management and has an enterprise wide approach to risk management. The Group's risk management and control procedures involve prioritization and continuing assessment of these risks and device appropriate controls, evaluating and reviewing the control mechanism.

**(A) Credit Risk:**

Credit risk is the risk or potential of loss that may occur due to failure of borrower/counterparty to meet the obligation on agreed terms and conditions of the financial contract. Credit risk arises from financial assets such as cash and cash equivalents, other bank balance, trade receivables and other financial assets. The group have a credit risk management policy in place to limit credit losses due to non-performance of financial counterparties and customers. We monitor our exposure to credit risk on an ongoing basis at various levels.

**(i) Trade Receivable:**

The credit risk related to trade receivables is influenced mainly by the individual characteristics of each customer. The Group follows a 'simplified approach' (i.e. based on lifetime ECL) for recognition of impairment loss allowance on Trade receivables. For the purpose of measuring lifetime ECL allowance for trade receivables, the group estimates irrecoverable amounts based on the ageing of the receivable balances and historical experience at each reporting date. The management has identified the specific customer from whom amount is not recoverable and the same is provided for expected credit losses. Hence, the management believes that no further provision for expected credit loss is required as the balance amounts are fully recoverable.

Following are the Expected credit loss for trade receivables under simplified approach:

Particulars	As at	
	March 31, 2021	March 31, 2020
Gross carrying amount	60,34,89,495	64,54,34,448
Expected credit losses ( Loss allowance provision)	(8,57,52,124)	(4,39,16,359)
Net carrying amount of trade receivables	51,77,37,371	60,15,18,089

**(B) Market Risk:**

Market Risk is the risk that the future value of a financial instrument will fluctuate due to moves in the market factors. The most common types of market risks are interest rate risk and foreign

• Interest Rate Risk

Interest rate risk is the risk that the future cash flows or the fair value of a financial instrument will fluctuate because of changes in market interest rates. The Group manages its market interest rates by fixed rate interest. Hence, the Group is not significantly exposed to interest rate risks.

• Foreign Currency Risk

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. The Group has substantial exposure to foreign currency risk due to the significant exports made. Sales in other countries and purchases from overseas suppliers are exposed to risk associated with fluctuation in the currencies of those countries vis-a-vis the functional currency i.e. Indian rupee. The Group manages currency fluctuations by having a better geographic balance in revenue mix and ensures a foreign currency match between liabilities and earnings. The Group believes that the best hedge against foreign exchange risk is to have a good business mix. The Group is very cautious towards hedging as it has a cost as well as its own risks. The Group continually reassesses the cost structure impacts of the currency volatility and engages with customers addressing such risks.

**Unhedged foreign currency exposure as at the reporting date:**

	As at March 31, 2021			As at March 31, 2020		
	USD	Euros	Equivalent Amount in INR	USD	Euros	Equivalent Amount in INR
<b>Unhedged Assets:</b>						
Trade receivable	42,35,353	21,500	31,31,69,489	49,36,506	21,500	37,39,28,458
Advance for Purchases	4,73,834	4,342	3,52,02,843	2,37,503	-	1,79,04,377
Advance for Purchases(Capital)	1,36,500	28,000	1,24,44,164	-	55,592	46,16,893
Balances with banks	2,400	-	1,76,411	2,400	-	1,80,926
	48,48,087	53,842	36,09,92,907	51,76,409	77,092	39,66,30,654



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	15,68,589 8,45,770	-	36,514	11,52,98,635 6,53,11,868	44,90,171 8,67,642	66,049	33,84,95,577 7,08,93,318
<b>Unhedged Liabilities:</b>							
Advances from customers							
Payable for Supplies							
Borrowings							
Term loans							

The holding company uses Forward Exchange Contracts to hedge its exposures in foreign currency related to underlying transactions and firm commitments. The information on Derivative Instruments is as follows:

**Forward Exchange Contracts outstanding as at year end which are not designated under hedge accounting:**

Currency	As at March 31, 2021		As at March 31, 2020	
	In Buy USD	In sell USD	In Buy USD	In sell USD
INR	-	24,00,000	-	30,00,000

The Holding company uses forward exchange contracts to hedge its transactional currency exposures in foreign currency related to underlying transactions and firm commitments and measures them at fair value. The counter party in these derivative instruments are generally highly rated counter parties such as banks and the company considers the risk of non-performance by such counterparty as not material. The Company has not designated hedges under Hedge Accounting. These derivative instruments are carried at fair value with changes being recognised in the Statement of Profit and Loss. Although, such derivative instruments are not designated in a hedge relationship, they act as an economic hedge and will offset the gain / loss in the underlying transactions when they occur.

**1) Foreign Currency Risk - Sensitivity**

The analysis is based on the assumption that the Foreign Currency has increased / (decreased) by 2.5% with all other variables held constant.  
 2.5% Increase or decrease in foreign exchange rates will have the following impact on profit before tax

Particulars	As at March 31, 2021		As at March 31, 2020	
	In Buy USD	In sell USD	In Buy USD	In sell USD
<b>USD Sensitivity:</b>				
INR/USD - Increase by	1,33,45,598	3,02,79,798		
INR/USD - Decrease by	(1,33,45,598)	(3,02,79,798)		
<b>Euro Sensitivity:</b>				
INR/Euro - Increase by	1,94,489	2,97,195		
INR/Euro - Decrease by	(1,94,489)	(2,97,195)		

**(C) Liquidity Risk:**

Liquidity risk refers to the risk that the Group cannot meet its financial obligations. The objective of liquidity risk management is to maintain sufficient liquidity and ensure that funds are available for use as per requirements.

The Group manage its risk from their principle source of resources such as cash and cash equivalents, cash flows that is generated from operations and other means of borrowings, to ensure, as far as possible, that it will always have sufficient liquidity to meet the liabilities.

**The table below provides details regarding the remaining contractual maturities of financial liabilities at the reporting date:**

	On Demand	Due in 1st year	Due after 1st year	Total
<b>As At March 31, 2021</b>				
Borrowing	20,87,26,544	24,98,82,952	53,68,56,747	99,54,66,243
Trade and other payable	-	13,35,02,503	-	13,35,02,503
Lease Liability	-	-	1,65,93,747	1,65,93,747
Other financial liabilities	-	55,04,89,789	-	55,04,89,789
<b>As At March 31, 2020</b>				
Borrowing	44,75,90,938	18,72,62,540	46,66,39,776	110,14,93,254
Trade and other payable	-	8,99,51,772	-	8,99,51,772
Lease Liability	-	3,95,43,762	1,59,36,556	5,54,80,318
Other financial liabilities	-	45,93,01,261	-	45,93,01,261





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**D) Other risk – Impact of COVID-19**

The management has assessed the impact of COVID-19 pandemic on the financial statements, business operations, liquidity position, cash flow and has concluded that based on the current estimates no material adjustments are required in the carrying amount of assets and liabilities as at 31st March 2021. The impact of the pandemic may be different from that estimated as at the date of approval of these Consolidated financial statements and the group will continue to closely monitor any material changes to future economic conditions.

**Note 34: Capital Management**

The Group's financial strategy aims to provide adequate capital for its growth plans for sustained stakeholder value. The group's objective is to safeguard its ability to continue as a going concern, so that it can continue to provide returns for shareholders and benefits for other stakeholders. And depending on the financial market scenario, nature of the funding requirements and cost of such funding, the Group decides the optimum capital structure. Currently, there are no borrowings and operations are being funded through internal accruals. The Group aims at maintaining a strong capital base so as to maintain adequate supply of funds towards future growth plans as a going concern.

The Company monitors the capital structure on the basis of total debt to equity ratio :

Particulars	As at March 31, 2021	As at March 31, 2020
Net Debt	94,71,84,390	105,15,98,660
Equity	282,29,47,778	233,88,63,936
<b>Total Capital ( Net Debt+Equity)</b>	<b>377,01,32,168</b>	<b>339,04,62,596</b>

**Net Debt to Total Capital (%)** 25.12% 31.02%

Net debt represents:

Particulars	As at March 31, 2021	As at March 31, 2020
A) Borrowings		
Non-current borrowings	53,68,56,747	46,66,39,776
Current borrowings	20,87,26,544	44,75,90,938
Current Maturity of long term borrowings	24,98,82,952	18,72,62,540
<b>Total(A)</b>	<b>99,54,66,243</b>	<b>110,14,93,254</b>
B) Cash and cash equivalents	4,82,81,853	4,98,94,594
<b>C) Net Debt (A-B)</b>	<b>94,71,84,390</b>	<b>105,15,98,660</b>



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**MIDWEST GRANITE PRIVATE LIMITED**  
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**Note 35: Contingent Liabilities and Commitments**

	As at March 31, 2021	As at March 31, 2020
<b>(a) Contingent Liabilities:</b>		
(i) Claims against the group not acknowledged as debt	23,40,43,623	20,93,39,134
(ii) On account of Letter of credits and Bank Guarantees	3,68,64,694	3,79,95,605
(iii) Income tax demands disputed/contested by the group pending in appeal	3,86,47,177	3,86,47,177
(iv) Demand of Excise duty against the company	1,93,18,941	1,93,18,941
(v) Demand of Custom duty against the company	13,76,82,160	13,76,82,160
(vi) Demand of Entry tax against the company	3,23,50,995	3,23,50,995
<b>(b) Commitments:</b>		
(i) On account of Bonds executed with Customs authorities (Refer note (i) below)	24,81,98,945	25,78,12,945
(ii) On account of Bonds executed with Central excise authorities	10,00,000	10,00,000
iii) Capital commitments	6,01,52,276	5,63,73,659

**Note:**

(i) Performance obligations relating to bonds executed with customs authorities has been duly met by the company and applied for redemption of bonds which is in the process.

(ii) It is not practicable for the company to estimate the timings of cash flows, if any, in respect of the above pending resolution of the respective proceedings.

**Note 36: Payables to Micro, Small & Medium Enterprises**

Information pertaining to Micro and Small Enterprises as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 (Act) as given below has been determined to the extent such parties have been identified on the basis of information available with the Group:

	As at March 31, 2021	As at March 31, 2020
Principal amount remaining unpaid as on 31st March	NIL	NIL
Interest due thereon as on 31st March	NIL	NIL
Interest paid by the Group in terms of Section 16 of Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of payment made to the supplier beyond the appointed day during the year	NIL	NIL
Interest due and payable for the period of delay in making payment ( which have been paid but beyond the appointed day during the year) but without adding the interest specified under the Act	NIL	NIL
Interest accrued and remaining unpaid as at 31st March	NIL	NIL
Further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under Section 23 of the Act	NIL	NIL



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**MIDWEST GRANITE PRIVATE LIMITED**  
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**Note 37 : Segment Information**

The Group's operating segments are established on the basis of those components of the Group that are evaluated regularly by Whole Time Directors who are identified as Chief Operating Decision maker as defined in Ind AS 100 - Operating Segments in deciding how to allocate resources and in assessing performance. These have identified taking into account nature of products and services, the differing risks and returns and the internal business reporting system.

The Group has three principal operating and reporting segments, viz, extraction, processing, trading of granite slabs, manufacturing of diamond wire rope and investing activities.

The accounting policies adopted for segment reporting are in line with the accounting policy of the company.

a) Revenue and Expenses have been identified for segment reporting on the basis of relationship to operating activities of the segment. Revenue and Expenses which relate to enterprise as a whole and are not allocable to a segment on reasonable basis have been disclosed as "Unallocable".

b) Segment Assets and segment Liabilities represent Assets and Liabilities in respective segments, Investments, tax related assets and other assets and liabilities that can not be allocated to a segment on reasonable basis have been disclosed as "Unallocable".

**Identification of reportable segments:**

(a) Business Segments :

The company is engaged in extraction, processing, trading of granite slabs, manufacturing of diamond wire rope and investing activities which are considered as the three primary reportable business segments.

(b) Geographical Segments :

Revenue is segregated into two segments namely India (Sales to customers with in India) and other countries (Sales to customers outside India) on the basis of geographical location of customers for the purpose of reporting group, operational segments which is considered as the secondary reportable segments.

**(I) Primary Segment Information :**

Particulars	2020-21					2019-20						
	Extraction, processing, trading of granite slabs	Manufacturing of Diamond Wire Rope	Investment Activities	Others	Eliminations	Total	Extraction, processing, trading of granite slabs	Manufacturing of Diamond Wire Rope	Investment Activities	Others	Eliminations	Total
Revenue												
External revenue	372,97,60,396	7,00,50,715	-	-	-	379,98,11,111	244,76,78,849	5,03,52,021	7,40,46,236	-	-	257,20,77,106
Inter segment revenue	93,88,861	28,00,000	-	(1,21,86,861)	-	3,79,98,11,111	41,86,800	2,83,47,852	-	(3,25,34,652)	-	257,20,77,106
Total Revenue	373,91,47,257	7,28,50,715	-	(1,21,86,861)	-	3,79,98,11,111	245,18,65,649	7,86,99,873	7,40,46,236	(3,25,34,652)	-	257,20,77,106
Segment Result before Interest and Taxes												
Segment result	86,64,00,385	(5,82,78,600)	(12,84,715)	(87,01,281)	-	79,01,35,790	27,90,92,569	(2,74,66,253)	70,84,912	-	-	25,75,21,281
Interest Expense						6,70,00,761						7,89,91,559
Interest Income						21,54,173						21,07,187
Unallocated Income/(Expense)						73,32,89,202						18,06,36,909
Profit before share of profit of an Associate and joint Venture and tax						82,84,16,151						2,89,21,776
Add: Share of profit of an Associate and joint Ventures						9,51,26,949						20,95,58,685
Less: Tax Expense						1,55,828						5,52,026
Profit after tax (before adjustment for non Controlling Interest)						22,66,27,793						4,62,52,127
Less: Share of profit transferred to Non Controlling Interest:						80,21,44,186						16,38,58,584
Profit after tax (after adjustment for Non Controlling Interest)						3,42,55,870						35,47,012
Other Information						56,78,88,316						16,03,11,572
Segment assets												
Unallocated assets	476,23,02,873	12,74,02,505	2,50,57,235	4,61,425	-	49,15,24,098	436,22,61,543	17,62,67,582	5,76,57,283	-	-	460,67,05,075
Total assets						10,55,12,907						8,02,81,681
Segment liabilities	181,08,75,010	10,11,74,904	23,67,28,059	15,53,644	-	215,03,31,617	199,66,18,600	12,51,15,493	4,66,74,234	-	-	234,58,51,031
Unallocated liabilities						4,74,57,610						22,71,789
Total liabilities	181,08,75,010	10,11,74,904	23,67,28,059	15,53,644	-	219,77,89,227	199,66,18,600	12,51,15,493	4,66,74,234	-	-	234,81,22,820
Capital expenditure	36,40,47,847	11,32,120	-	-	-	36,51,79,967	40,74,54,068	20,24,516	12,07,587	-	-	41,15,86,171
Additions to Fixed Assets	17,75,75,544	66,94,482	-	-	-	18,42,70,026	37,02,16,679	67,04,441	6,30,754	-	-	17,75,51,874
Depreciation												

**(II) Secondary Segment Information:**

Particulars	2020-21		2019-20	
	Within India	Outside India	Within India	Outside India
Revenue (From external customers)	241,81,46,531	138,16,64,500	379,98,11,111	138,63,94,432
Carrying amount of Segment Assets	391,21,33,999	110,86,03,006	502,07,37,005	117,31,22,195
Additions to Fixed Assets	36,50,77,373	1,02,594	36,51,79,967	5,74,72,028
Total				
Revenue (From external customers)			379,98,11,111	138,63,94,432
Carrying amount of Segment Assets			502,07,37,005	117,31,22,195
Additions to Fixed Assets			36,51,79,967	5,74,72,028
Total			379,98,11,111	138,63,94,432

The Group's operating segments are established on the basis of those components of the Group that are evaluated regularly by Midwest Granite Private Limited



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**MIDWEST GRANITE PRIVATE LIMITED**  
Notes to the Consolidated Financial statements  
(All amounts in Indian Rupees )

**Note 38: Interest in other entities**

**The following are the entities considered in consolidated financial statements**

Name of the entity	Nature of Financial Statements	Country of incorporation	Principal activity	Ownership Interest	
				As at March 31, 2021	As at March 31, 2020
<b>Indian Subsidiaries</b>					
A) Andhra Pradesh (Midwest) Granite Private Limited	Audited	India	Quarrying, manufacturing and processing and selling of Granite	85%	85%
B) RDT Diamond Tools Private Limited	Audited	India	Manufacture of Diamond Wire Rope	100%	100%
C) Midwest Gold Limited	Audited	India	Trading Business of Granite Marbles and Gold	71.00%	71.00%
D) Midwest Mining Private Limited	Audited	India	Mineral Exploration	100%	100%
E) Midwest Neostone Private Limited	Audited	India	Manufacture of Non-metallic products	100%	100%
F) Vendeeep Technoidentity Solutions Private Limited (Refer Note 45)	Audited	India	Software Development	-	51%
G) Amaya Smart Technologies Private Limited	Audited	India	Software Development	99.99%	99.99%
H) Deccan Silica LLP	Audited	India	Production and Trading of Silca products	75%	75%
I) Midwest energy Private Limited	Audited	India	Energy Solutions	100%	0%
<b>Foreign Subsidiaries</b>					
A) Reliance Diamond Tools Private Limited	Audited	Sri Lanka	Manufacturing of Diamond Tools	100%	100%
a)South Asia Granite and Marble Private Limited (a 100% subsidiary of Reliance Diamond Tools Private Limited)	Audited	Sri Lanka	Quarrying, manufacturing and processing and selling of Granite slabs	100%	100%
B) Midwest Holdings Limited (Refer Note: 38.1)	Unaudited	Isle of Man	Investment Company	100%	100%
a)Maven Holdings Limited (a subsidiary of Midwest Holdings Limited)	Audited	Mauritius	Investment Company	90.87%	90.87%
i) Midwest Africa LDA (Refer Note: 38.1& 38.2) (Maven Holdings Limited - 98% , Midwest Holdings Limited - 2%)	Unaudited	Mozambique	Mineral Exploration	100%	100%
ii) Midwest Gercoal LDA (Refer Note: 38.1& 38.2) (a 100% subsidiary of Maven Holdings Limited)	Unaudited	Mozambique	Mineral Exploration	100%	100%
iii) Midwest Gondana LDA(Refer Note: 38.1& 38.2) (a 100% subsidiary of Maven Holdings Limited)	Unaudited	Mozambique	Mineral Exploration	100%	100%
iv) Midwest Koriba LDA (Refer Note: 38.1& 38.2) (a 100% subsidiary of Maven Holdings Limited)	Unaudited	Mozambique	Mineral Exploration	100%	100%
v) Midwest Texara LDA (Refer Note: 38.1& 38.2) (a 100% subsidiary of Maven Holdings Limited)	Unaudited	Mozambique	Mineral Exploration	100%	100%
<b>JOINT VENTURES</b>					
A) South Coast Infrastructure Development Company of Andhra Pradesh Limited	Unaudited	India	Manufacturing of Building Materials	50%	50%
a) S.C.R. Agro Tech Private Limited (a 100% subsidiary of South Coast Infrastructure Development Company of Andhra Pradesh Limited)	Unaudited	India	Agro Business	50%	50%
B) Baahula Minerals (Partnership Firm) (The Holding company holds control over the governing body of the entity)	Audited	India	Mineral Exploration	50%	50%
C) SMW Granites LLP	Audited	India	Manufacture of Granite Slabs	50%	50%

**Notes:**

38.1.Audit is not required as per the laws of Country of Incorporation of the company.

38.2.The Company has not commenced commercial operations.

38.3.The Companies has applied for Strike-off with regulatory authorities of the country of incorporation and were closed during the current year.

38.4.The Company has applied for Strike-off with effect from February 28, 2017.



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**MIDWEST GRANITE PRIVATE LIMITED**  
Notes to the Consolidated Financial statements  
(All amounts in Indian Rupees )

38.5. There was complete cessation of activities of BEML Midwest Limited., subsidiary since September, 2008 and the matters relating to the subsidiary are subjudice. In view of the above, the subsidiary has not prepared its accounts and thus the same could not be consolidated. Provision for diminution in the value of investment in the subsidiary is already made. The impact, if any, on account of non-consolidation is not expected to be material.

Name of the entity	Country of incorporation	Principal activity	Ownership Interest	
			As at March 31, 2021	As at March 31, 2020
BEML Midwest Limited	India	Mining and Mineral Trading	52.94%	52.94%

**Note 39: Related Party Transactions**

**(a) Joint venture**

: South Coast Infrastructure Development Company of Andhra Pradesh Limited  
: SMW Granites LLP

**(b) Key Management personnel(KMP)**

:K.Raghava Reddy-President  
:K.Ramachandra-Director  
:K.Ranganayakamma-Chairman  
:K.Soumya-Director  
:G.Ravindra Reddy-Director  
:Venkat Chitturi (Cease on disposal of subsidiary)  
:K.Deepak

**(c) Relatives of Key Management personnel(KMP)**

:K.Uma Priyadarshini  
M. Rajasekhara Reddy

**(d) Transactions with Related Parties:**

	As at March 31, 2021		As at March 31, 2020	
	Amount	Outstanding balance as at March 31, 2021	Amount	Outstanding balance as at March 31, 2020
<b>1.Key Management Personnel:</b>				
<b>Short-term employee benefits</b>				
<b>Remuneration*:</b>				
K.Raghava Reddy	3,73,67,114	(2,93,97,803)	42,77,777	-
K.Ramachandra	4,13,43,085	(2,85,94,486)	2,47,83,284	(1,04,87,119)
K.Ranganayakamma	4,97,65,689	(4,71,49,664)	1,80,62,229	(1,47,03,705)
K.Soumya	3,92,57,363	(2,76,59,953)	1,95,58,972	(1,02,21,591)
M.Rajasekhara Reddy	-	-	17,81,206	-
Venkat Chitturi	-	-	14,78,400	-
K.Deepak	1,40,16,026	-	75,68,426	-
<b>Advances Received:</b>				
K.Ramachandra	-	-	-	(12,57,855)
Venkat Chitturi	-	-	1,07,71,246	(41,79,124)
<b>Advances Repaid:</b>				
Venkat Chitturi	-	-	1,11,21,715	-
K.Ramachandra	-	-	92,145	-
<b>Acceptance of unsecured loan:</b>				
K.Raghava Reddy	-	(10,00,000)	3,13,89,000	(2,55,13,366)
G.Ravindra Reddy	-	-	-	-
K.Ranganayakamma	-	(27,50,000)	-	(1,27,50,000)
K.Ramachandra	-	(12,57,855)	-	(9,000)
K.Soumya	-	(55,55,395)	4,000	(55,59,395)
K.Deepak	5,14,533	(7,35,047)	-	(7,53,859)
<b>Repayment of unsecured loans:</b>				
K.Raghava Reddy	2,48,45,000	-	5,08,93,634	-
G. Ravinder Reddy	-	-	28,00,000	-
K.Ranganayakamma	1,00,00,000	-	-	-
K.Ramachandra	9,000	-	-	-
K.Soumya	4,000	-	-	-
<b>Advance for expenses given</b>				
K.Deepak	-	8,827	-	11,58,275
<b>Creditors for expenses</b>				
K.Deepak	-	(1,13,07,743)	71,41,804	(1,10,69,409)
<b>Rent paid:</b>				
K.Ramachandra	42,00,000	-	10,40,000	-
K.Soumya	21,00,000	(1,61,875)	5,44,500	1,32,176
K.Deepak	21,00,000	(6,61,875)	5,44,500	5,32,176
<b>Professional Charges:</b>				
G.Ravindra Reddy	10,50,000	(1,15,625)	14,12,258	96,532
M.Rajasekhara Reddy	3,75,000	-	2,42,903	-



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**MIDWEST GRANITE PRIVATE LIMITED**  
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	As at March 31, 2021		As at March 31, 2020	
	Amount	Outstanding balance as at March 31, 2021	Amount	Outstanding balance as at March 31, 2020
<b>2.Relatives of Key Management personnel:</b>				
<u>Salaries:</u>				
K.Uma Priyadarshini	4,13,13,406	(2,99,09,765)	25,37,669	3,13,028
<b>3. Entity having substantial interest:</b>				
<u>Project development advance:</u>				
IL&FS IIDC Fund		3,00,00,000		3,00,00,000
<b>4.Joint venture:</b>				
<u>Unsecured loans given:</u>				
South Coast Infrastructure Development Company of Andhra Pradesh Limited	-	3,00,13,415	-	3,00,13,415
<u>Rent received:</u>				
SMW Granites LLP	2,03,280	6,38,597	1,84,800	5,96,644
<u>Advance for expenses:</u>				
SMW Granites LLP	41,953	-	63,790	-
<u>Sale of goods:</u>				
SMW Granites LLP	47,12,300	61,66,348	37,91,824	40,90,944
<b>5.Concern in which directors have interest</b>				
<u>Unsecured loans given:</u>				
Midwest Mining (Private) Limited	-	14,64,907	-	15,85,851
Midwest Wind Energy (Private) Limited	-	-	-	9,93,250

**(g) Terms and Conditions**

\* Provision for employee benefits, which are based on actuarial valuation done on an overall company basis, is excluded.



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**MIDWEST GRANITE PRIVATE LIMITED**  
**Notes to the Consolidated Financial statements**

(All amounts in Indian Rupees )

**Note 40 : Assets pledged as security**

The carrying amounts of Group's assets pledged as security for current borrowings are:

	As at March 31, 2021	As at March 31, 2020
<b>Working capital loans from banks (secured)</b>		
<b>Primary security</b>		
<b>Current assets</b>		
Financial assets	68,70,18,870	66,69,15,108
Non financial assets	73,43,25,044	55,81,77,077
Property, plant and equipment (except freehold land, leasehold land and improvements to leasehold premises)	100,80,79,494	79,24,70,807
<b>Total current borrowings</b>	<b>242,94,23,408</b>	<b>201,75,62,992</b>

**Note 41: Earnings per share**

	As at March 31, 2021	As at March 31, 2020
<b>(a) Basic EPS</b>		
Basic earnings per share attributable to the equity holders of the company	7,178.83	1,793.88
<b>(b) Diluted EPS</b>		
Diluted earnings per share attributable to the equity holders of the company	7,178.83	1,793.88

**(c) Reconciliation of earnings used in calculating earnings per share**

	As at March 31, 2021	As at March 31, 2020
<b>Basic earnings per share</b>		
Profit attributable to the equity holders in calculating basic earnings per share	60,21,44,186	16,38,58,584
<b>Diluted earnings per share</b>		
Profit attributable to the in calculating diluted earnings per share	60,21,44,186	16,38,58,584

**(d) Weighted average number of shares used as the denominator**

	As at March 31, 2021	As at March 31, 2020
Weighted average number of equity shares used as the denominator in calculating basic earnings per share	83,878	91,343
Adjustments for calculation of diluted earnings per share:	-	-
<b>Weighted average number of equity shares used as the denominator in calculating diluted earnings per share</b>	<b>83,878</b>	<b>91,343</b>

**Note 42: Note on Balances of Holding company:**

**A.Holding Company**

(i) Capital advances, Supplier advances and Advance for CWIP as at March 31, 2021 includes Rs.6,76,16,122/-, Rs.6,59,78,574/-, and Rs.62,34,000/- (As at March 2020 Rs.6,87,06,278/-, Rs.4,01,56,791/-and Rs. Nil) due for a period of more than one year respectively, for which no provision has been made in the books of account, as the management considers these receivables as good and confident of recoverability, accordingly no provision required to be made as there was no uncertainty at present on recoverability of these receivables and advances. Due to confirmations being not available and pending reconciliation adjustments auditors have qualified in their report in this regard.

(ii) Confirmation letters have been issued in respect of trade receivables and other receivables and advances and trade payables and other payables of the company but not responded in many cases. Balances where confirmations are not forthcoming, such balances are subject to reconciliation and consequential adjustments required, if any, would be determined/made on receipt of confirmation. However, in the opinion of the Board, assets other than Fixed Assets and non-current investments have a value on realisation in the ordinary course of business at least equal to the amount at which they are stated and provision for all known liabilities have been made.



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**MIDWEST GRANITE PRIVATE LIMITED**  
**Notes to the Consolidated Financial statements**

(All amounts in Indian Rupees )

**B. Subsidiaries**

(i) During the year ended March 31, 2021, RDT Diamond Tools Private Limited 's (subsidiary company) has incurred loss of Rs. 6,07,94,966/- and has a negative equity of Rs. 5,50,25,460/- as at 31st March, 2021. Further, owing to negative other equity as at 31st March, 2021 the Company's net worth is eroded completely and the current liabilities exceeded its current assets by Rs.1,56,80,039/- as at 31st March, 2021. The holding company has given a support letter to the extend, for the foreseeable future, any financial support which may be required by the company. Considering these factors the financial statements for the year ended March 31, 2021 have been prepared on Going Concern Basis.

(ii) As at March 31, 2021, Reliance Diamond Tools Private Limited 's (subsidiary company) operations were Significantly scaledown during year due to the has incurred a net loss of Rs.42,41,531/- .The step-down subsidiary company ability to continue in the business is dependent on the financial institutions maintaining the facilities available. The holding company has provided guarantees for loans aggregating to Rs.1,89,37,214/- . However, Board of directors of the company is of the opinion that the situation is temporary and requires no provision in this regard.

(iii) As at March 31, 2021, South Asia Granite and Marble Private Limited 's (Step-down subsidiary company) operations were Significantly scaledown during year due to the has incurred a net loss of Rs.1,30,50,666/- .The step-down subsidiary company ability to continue in the business is dependent on the financial institutions maintaining the facilities available. The holding company has provided guarantees for loans aggregating to Rs.5,06,16,323/- . However, Board of directors of the company is of the opinion that the situation is temporary and requires no provision in this regard.

**C. Confirmation letters** have been issued in respect of trade receivables and other receivables and advances and trade payables and other payables of the respective subsidiaries but not responded in many cases. Balances where confirmations are not forthcoming, such balances are subject to reconciliation and consequential adjustments required, if any, would be determined/made on receipt of confirmation. However, in the opinion of the Board, assets other than Plant Property and Equipment and non-current investments have a value on realisation in the ordinary course of business at least equal to the amount at which they are stated and provision for all known liabilities have been made.

**D. Joint Venture - South Coast Infrastructure Development Company of Andhra Pradesh Limited**

(i) During the financial year 2018-2019, pursuant to the proceedings filed by the Union of India under Sections 241 and 242 of the Companies Act, 2013, on account of various grounds, inter alia, (i) mismanagement of public funds by the erstwhile board of directors of Infrastructure Leasing and Financial Services Limited ("IL&FS"); and (ii) affairs of IL&FS being conducted in a manner prejudicial to the public interest, the National Company Law Tribunal, Mumbai bench ("NCLT"), by way of an order dated October 1, 2018, suspended the erstwhile board of directors of IL&FS and re-constituted the same with persons proposed by the Union of India (such reconstituted board, referred to as the "Reconstituted Board") with the powers to supersede the Boards of all entities belonging to the IL&FS Group including this Company. Simultaneously, various inquiries and investigations have been initiated by the Registrar of Companies, Mumbai; Serious Fraud Investigations Office (SFIO); Enforcement Directorate (ED); Securities and Exchange Board of India (SEBI); Reserve Bank of India (RBI) etc. against IL&FS and its subsidiaries (including the company) and its ex-directors who were dismissed by NCLT. Further, the new board of directors of the ultimate holding company, in January, 2019 have initiated a forensic examination for the period from April, 2013 to September, 2018, in relation to certain companies of the group and has appointed an independent third party for performing the forensic audit and to report their findings to the board of directors of the ultimate holding company which is currently ongoing. pending completion of such examination, no adjustments have been recorded in these financial statements for any consequential effects / matters that may arise in this regard.

Additionally, the National Company Law Appellate Tribunal, New Delhi (the "NCLAT") has passed an order of moratorium on October 15, 2018 in respect of actions (as set out therein) that cannot be taken against IL&FS and its group companies, which includes, amongst others, institution or continuation of suits or any other proceedings by any party or person or bank or company, etc. against 'IL&FS' and its group companies in any Court of Law or Tribunal and any action by any party or person or bank or company, etc. to foreclose, recover or enforce any security interest created the assets of 'IL&FS' and its group companies. This has been done taking into consideration the nature of the case, larger public interest and economy of the nation, and interest of IL&FS and its group companies. This moratorium has subsequently been modified by the NCLAT order dated January 11, 2019. Subsequently, the NCLT passed an order dated January 1, 2019 pursuant to an application filed by MCA under Section 130 of the Companies Act, 2013 permitting reopening of books of account and recasting the financial statements of (a) Infrastructure Leasing and Financial Services Limited (IL&FS) and its two subsidiaries IL&FS Financial Services Limited (IFIN) and IL&FS Transportation Network Limited (ITNL), for the past 5 financial years (i.e. Financial year 2013 to Financial year 2018) which has been upheld by the Hon'ble Supreme Court vide its order dated June 04, 2019. The process of reopening and recasting of prior years' accounts are currently in progress.

Subsequently, the NCLT passed an order dated January 1, 2019 pursuant to an application filed by MCA under Section 130 of the Companies Act, 2013 permitting reopening of books of account and recasting the financial statements of (a) Infrastructure Leasing and Financial Services Limited (IL&FS) and its two subsidiaries IL&FS Financial Services Limited (IFIN) and IL&FS Transportation Network Limited (ITNL), for the past 5 financial years (i.e. Financial year 2013 to Financial year 2018) which has been upheld by the Hon'ble Supreme Court vide its order dated June 04, 2019. The process of reopening and recasting of prior years' accounts are currently in progress.

Based on the internal assessment, the Management is confident that for the above mentioned contingent liabilities, no provision is required to be made as at March 31, 2021.



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**MIDWEST GRANITE PRIVATE LIMITED**  
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(All amounts in Indian Rupees )

**Note 43: Statement of net assets and profit or loss attributable to owners and minority interest**

S.No.	Name of the Entity	Net Assets (Total Assets minus Total Liabilities)		Share in Profit or (Loss)		Share in Other Comprehensive Income		Share in Total Comprehensive Income	
		As % of Consolidated net assets	Amount	As % of Consolidated Profit or (Loss)	Amount	As % of Consolidated Other Comprehensive Income	Amount	Share in Total Comprehensive Income	Amount
<b>A. PARENT</b>									
	Midwest Granite Private Limited	54.21	153,03,62,273	56.08	33,76,83,846	(7.80)	(19,21,098)	58.14	33,57,62,748
<b>B. INDIAN SUBSIDIARIES</b>									
1	Andhra Pradesh Granite (Midwest) Private Limited	11.52	32,53,19,767	51.82	31,20,54,803	8.81	21,67,030	54.41	31,42,21,833
2	RDT Diamond Tools Private Limited	1.27	3,57,29,820	(8.16)	(4,91,07,969)	0.90	2,22,493	(8.46)	(4,88,85,476)
3	Midwest Gold Limited	2.43	6,86,86,581	(0.61)	(36,66,274)	-	-	(0.63)	(36,66,274)
4	Midwest Mining Private Limited	0.24	66,97,903	-	(27,260)	-	-	-	(27,260)
5	Midwest Neostone Private Limited	2.55	7,18,56,099	(0.83)	(50,23,794)	-	-	(0.87)	(50,23,794)
6	Amaya Smart Technologies Private Limited	(0.04)	(10,92,229)	(0.03)	(1,91,485)	-	-	(0.03)	(1,91,485)
7	Deccan Silica LLP	0.21	59,16,518	-	(13,995)	-	-	-	(13,995)
8	Midwest energy Private Limited	0.37	1,05,69,340	(1.44)	(86,44,500)	-	-	(1.50)	(86,44,500)
<b>C. FOREIGN SUBSIDIARIES</b>									
1	Reliance Diamond Tools Private Limited (consolidated)	2.89	8,15,72,213	(2.87)	(1,72,92,195)	(37.08)	(91,20,608)	(4.57)	(2,64,12,803)
2	Midwest Holdings Limited (consolidated)	21.57	60,88,48,744	1.80	1,08,32,753	(66.37)	(1,63,24,201)	(0.95)	(54,91,448)
<b>D. Minority Interest in all subsidiaries</b>		0.95	2,69,19,913	5.69	3,42,55,870	1.55	3,82,417	6.00	3,46,38,287
<b>E. JOINT VENTURE (INDIAN)</b>									
1	South Coast Infrastructure Development Company of Andhra Pradesh Limited (consolidated)	(0.01)	(2,50,000)	-	-	-	-	-	-
2	SMW Granites LLP	0.10	27,15,401	0.03	1,55,828	-	-	0.03	1,55,828
3	Baahula Minerals	1.74	4,90,95,435	(0.55)	(33,17,361)	-	-	(0.57)	(33,17,361)
<b>F. On Account of Consolidation Adjustments</b>									
	Consolidated net assets /profit after tax	100	2,82,29,47,778	100	60,21,44,186	(100)	(2,45,93,967)	100	57,75,50,219

Note: BEML Midwest Limited is a subsidiary that has not consolidated, the reason stated in Note no. 38.5.



**MIDWEST GRANITE PRIVATE LIMITED**  
**Notes to the Consolidated Financial statements**  
 (All amounts in Indian Rupees )

**Note 44: Investment in equity accounted investees:**

**A. JOINT VENTURES:**

The aggregate summarised financial information in respect of the Company's immaterial joint ventures that are accounted for using the equity method is set forth below

	As at March 31, 2021	As at March 31, 2020
Carrying amount of the Company's interest in joint venture	67,15,401	65,59,573
Company's share of profit in joint venture	1,55,828	5,52,026
Company's share of other comprehensive income in joint venture		-
Company's share of total comprehensive income in joint venture	1,55,828	5,52,026

Note: The accumulated losses of Joint Venture (South Coast Infrastructure Development Company of Andhra Pradesh Limited) exceeds the value of investment, the investment is shown as zero and no further losses are allocated.

**Note 45: Disposal of Subsidiary**

During the year ended 31st March 2021, the holding company disposed its subsidiary the Vendeep technosolution Private Limited. The Profit arising being the difference between Consideration received and carrying value of net asset disposed off was recognised in the consolidated statement of Profit and loss along with derecognition of corresponding goodwill.

**Profit attributable to Share holders (holding Company)**

	Year Ended 31st March 2021
Sale Consideration attributable to holding company	1,54,96,000
Carrying value of net asset attributable to holding company	(1,29,96,000)
<b>Profit on disposal of subsidiary</b>	<b>25,00,000</b>
Derecognition of Goodwill	(29,55,715)
<b>Disposal of Subsidiary</b>	<b>(4,55,715)</b>

Note 46: The figures for the previous year have been reclassified / regrouped wherever necessary to conform to current year's classification.

The accompanying notes are an integral part of the financial statements

As per our report of even date

For MAJETI & CO.,

Chartered Accountants

Firm's Registration Number:015975S

*M. Kiran Kumar*

Kiran Kumar Majeti

Partner

Membership Number :220354

Hyderabad

15.11.2021



For and on behalf of Board

*K. Ranganayakamma*

K.Ranganayakamma

Chairman

DIN:00033569

*K. Ramachandra*

K.Ramachandra

Director

DIN:00060086