43rd Annual Report

# MIDWEST LIMITED

(Formerly known as Midwest Granite Private Limited)

# CORPORATE INFORMATION

**BOARD OF DIRECTORS**

**Mr. Ram Som,** *Chairperson & Independent Director*
(appointed w.e.f. September 19, 2024)

**Mr. Kollareddy Ramachandra,** *Wholetime Director& CEO*

**Mrs. Kukreti Soumya**, *Wholetime Director*

**Mrs. Uma Priyadarshini Kollareddy,** *Wholetime Director*

**Mr. Duvva Pavan Kumar,** *Independent Director*
(appointed w.e.f. September 19, 2024)

**Mrs. Smita Amol Lahoti**, *Independent Director*
(appointed w.e.f. September 19, 2024)

**CHIEF FINANCIAL OFFICER**

**Mr. Dilip Kumar Chalasani**
(appointed w.e.f. May 15, 2024)

**COMPANY SECRETARY**

**Mr. Rohit Tibrewal**
(appointed w.e.f. January 29, 2024)

**BANKERS**

**HDFC Bank Limited**
**Kotak Mahindra Bank Limited**

**STATUTORY AUDITORS**

**M S K A & Associates, Chartered Accountants**
1101B, Manjeera Trinity Corporate, 11th Floor
JNTU Hitech City Road, Kukatpally
Hyderabad 500 072
Telangana, India.

**REGISTRAR AND SHARE TRANSFER AGENT**

**KFin Technologies Limited**
Selenium Tower-B
Plot No. 31 & 32, Financial District
Nanakramguda, Serilingampally
Hyderabad 500 032
Telangana, India

**REGISTERED OFFICE**

8-2-684/3/25 & 26
Road No.12, Banjara Hills
Hyderabad 500 034
Telangana, India

**CIN**

U14102TG1981PLC003317

**WEBSITE**

www.midwest.in

# NOTICE OF 43rd ANNUAL GENERAL MEETING

Notice is hereby given to all members of the Company that the 43rd Annual General Meeting of **M/s. MIDWEST LIMITED** will be held on Monday, the 30th day of September, 2024 at 02:00 P.M. at the registered office of the Company situated at 8-2-684/3/25 & 26, Road No.12, Banjara Hills, Hyderabad -500 034 to transact the following business at shorter notice:

## ORDINARY BUSINESS:

**1. Adoption of financial statements:**

To consider and adopt the audited financial statements (including the consolidated financial statements) of the Company for the financial year ended March 31, 2024 and the reports of the Board of Directors ("the Board") and auditors thereon.

**2. Appointment of Statutory Auditors:**

*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 139, Section 142 and other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force) and pursuant to the recommendations of the Audit Committee, M/s. MSKA and Associates, Chartered Accountants (Firm Registration Number - 105047W) be and are hereby appointed as Statutory Auditors of the Company for a term of five years to hold office from the conclusion of 43rd Annual General Meeting till the conclusion of 48th Annual General Meeting on such remuneration plus taxes and reimbursement of out of pocket expenses as may be incurred by them in connection with audit of accounts of the Company, as may be mutually agreed upon between the Board of Directors and the Statutory Auditors.

**RESOLVED FURTHER THAT** the Board of Directors of the Company be and are hereby authorized to settle any question, difficulty or doubt, that may arise and to do all such acts, deeds and things as may be necessary, proper or expedient for the purpose of giving effect to this Resolution."

## SPECIAL BUSINESS:

**3. Ratification of remuneration to Cost Auditors for the financial year 2024-2025:**

*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. 1,25,000/- (Rupees One lakh twenty five thousand only) plus applicable taxes and reimbursement of out of pocket expenses payable to M/s PKR & Associates LLP (Firm Registration No. 000698), who were appointed as "Cost Auditors" by the Board of Directors in their meeting held on July 15, 2024 to conduct the audit of cost records maintained by the Company for financial year ending 31st March, 2025 be and is hereby ratified and approved.**"**

**BY ORDER OF THE BOARD**
**FOR MIDWEST LIMITED**

**Sd/-**

**ROHIT TIBREWAL**
**COMPANY SECRETARY**
**M. NO.: A31385**

Place: Hyderabad
Date: 27/09/2024

**NOTES**:

1. A Member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member of the company.

2. Proxies, if any, in order to be effective, must be received at the Company's Registered Office not later than 48 (Forty-Eight) hours before the time fixed for holding the meeting. Proxies submitted on behalf of the companies & other entities, must be supported by appropriate resolution / authority, as applicable. During the period beginning 24 hours before the time fixed for the commencement of the meeting and ending with the conclusion of the meeting, a member would be entitled to inspect the proxies lodged at any time during the business hours of the Company, provided not less than three days of advance notice in writing is given to the Company.

3. A person can act as a proxy on behalf of members not exceeding fifty and holding in the aggregate not more than ten percent of the total share capital of the Company carrying voting rights. A member holding more than ten percent of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder.

4. 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.

5. Attendance slip, proxy form route map of the venue of Annual General Meeting are annexed hereto. Members are requested to bring their own copy of the Annual Report to the meeting.

6. Bodies Corporate can be represented at the meeting by such persons as are authorised. Copies of resolution under section 113 of the Companies Act, 2013, authorizing such person(s) to attend the meeting should be forwarded to the Company prior to the meeting.

7. The Statutory Register's maintained under the Companies Act, 2013 will be available for inspection at the meeting for the members attend the Annual General Meeting.

## EXPLANATORY STATEMENT UNDER SECTION 102(1) OF THE COMPANIES ACT, 2013

**Item No. 2: Appointment of Statutory Auditors**

M/s. MSKA and Associates, Chartered Accountants (Firm Registration Number - 105047W) were appointed as the Statutory Auditors of the Company for the financial year ended March 31, 2024, at the extraordinary general meeting held on January 31, 2024, to fill the casual vacancy caused by the resignation of M/s. Majeti & Co., Chartered Accountants (Firm Registration Number - 015975S).

Based on the recommendation of the Audit Committee, the Board of Directors of the Company at their meeting held on September 27, 2024 appointed M/s. MSKA and Associates as the Statutory Auditors of the Company subject to the approval of the members at the annual general meeting for a term of five (5) consecutive years from the conclusion of this 43rd annual general meeting until the conclusion of the 48th annual general meeting of the Company.

M/s. MSKA and Associates, Chartered Accountants (Firm Registration Number - 105047W), have conveyed their consent and eligibility to be appointed as the Statutory Auditors of the Company, along with a confirmation that their appointment, if made, would be within the limits prescribed under the Companies Act, 2013.

Your Directors recommend the passing of the aforesaid resolution as an Ordinary resolution

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.

**Item No. 3: Ratification of remuneration payable to Cost Auditors**

The Board of Directors at their meeting held on July 15, 2024 has approved the appointment of M/s PKR & Associates LLP (Firm Registration No. 000698) as Cost Auditors, to conduct the audit of the cost records of the Company for the financial year ending 31st March 2025 and fixed remuneration of Rs.1,25,000/- plus applicable taxes and reimbursement of out-of-pocket expense.

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.

The Board recommends the Ordinary Resolution as set out at Item No.3 for ratification/approval of the shareholders.

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.3 of the Notice.

**BY ORDER OF THE BOARD**
**FOR MIDWEST LIMITED**

**Sd/-**

**ROHIT TIBREWAL**
**COMPANY SECRETARY**
**M. NO.: A31385**

Place: Hyderabad
Date: 27/09/2024

**MIDWEST LIMITED**
**CIN: U14102TG1981PLC003317**
**Regd.Office: 8-2-684/3/25 & 26, ROAD NO.12 BANJARA HILLS, HYDERABAD, TELANGANA, INDIA, 500034**

ATTENDANCE SLIP FOR ANNUAL GENERAL MEETING
(to be surrendered at the venue of the meeting)

I certify that I am a registered shareholder/proxy/representative for the registered shareholder(s) of MIDWEST LIMITED.

I hereby record my presence at the Annual General Meeting of the shareholders of MIDWEST LIMITED held on Monday, the 30th day of September, 2024 at the Registered Office of the Company at 8-2-684/3/25 & 26, Road No.12 Banjara Hills, Hyderabad, Telangana, India, 500034.

| | |
|---|---|
| Client ID | |
| DPID | |
| No. of Shares | |

Name & Address of Member

| |
|---|
| |

____________________________________
Signature of Shareholder/ Proxy/ Representative
(Please Specify)

**MIDWEST LIMITED**
**CIN: U14102TG1981PLC003317**
**Regd.Office: 8-2-684/3/25 & 26, ROAD NO.12 BANJARA HILLS, HYDERABAD, TELANGANA, INDIA, 500034**

## Form No. MGT-11
## PROXY FORM

[Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies (Management and Administration) Rules, 2014]

| | |
|---|---|
| CIN | U14102TG1981PLC003317 |
| Name of the company | MIDWEST LIMITED |
| Registered office | 8-2-684/3/25 & 26, Road No.12 Banjara Hills, Hyderabad, Telangana, India, 500034 |
| Name of the member(s) | |
| Registered Address | |
| Email Id | |
| DP ID/Client ID | |

I/We, being the member(s) of ____________________shares of the above named company, hereby appoint

| | | | |
|---|---|---|---|
| 1 | Name | | Signature |
| | Address | | |
| | E-mail ID | | |
| | or failing him | | |
| 2 | Name | | Signature |
| | Address | | |
| | E-mail ID | | |
| | or failing him | | |
| 3 | Name | | Signature |
| | Address | | |
| | E-mail ID | | |
| | or failing him | | |

as my / our proxy to attend and vote (on a poll) for me / us and on my / our behalf at the Annual General Meeting of the Company scheduled to be held on Monday, the 30th day of September, 2024 at 2.00 P.M. at the Registered Office of the Company at 8-2-684/3/25 & 26, Road No.12, Banjara Hills, Hyderabad, Telangana, India, 500034 and at any adjournment thereof in respect of such resolutions as are indicated below:

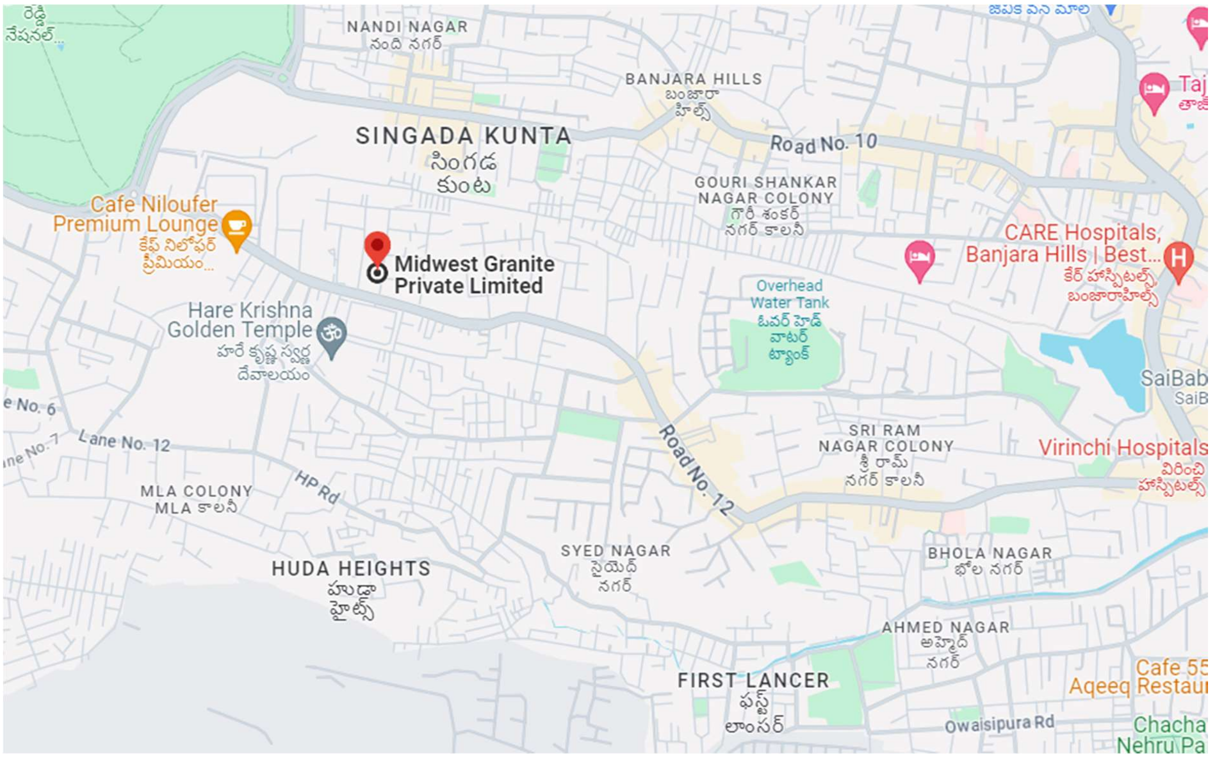
| Sr. No. | Subject matter of the resolution | For | Against |
|---|---|---|---|
| Ordinary Business | | | |
| 1 | **Adoption of financial statements for FY 23-24** | | |
| 2 | **Appointment of Statutory Auditors** | | |
| Special Business | | | |
| 3 | **Ratification of remuneration payable to Cost Auditors** | | |

Signed this…………day of 2024.

Signature of shareholder: __________________Signature of Proxy holder(s): ________________________

**Note: This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.**

# ROUTE MAP FOR AGM OF MIDWEST LIMITED



**BOARD'S REPORT**

To

The Members,

Your Directors have pleasure in presenting the 43rd Board's Report and audited financial statements for the year ended March 31, 2024. The consolidated performance of the Company and its subsidiaries and joint ventures has been referred to wherever required.

## 1. FINANCIAL RESULTS:

(Amount in millions)

| Particulars | STANDALONE | | CONSOLIDATED | |
|---|---|---|---|---|
| | **2023-24** | **2022-23** | **2023-24** | **2022-23** |
| Revenue | 3420.66 | 3099.72 | 5856.24 | 5025.17 |
| Other Income | 219.37 | 189.61 | 177.06 | 197.16 |
| **Total** | **3640.03** | **3289.33** | **6033.30** | **5222.33** |
| Total Expenses | 2538.01 | 2531.94 | 4433.45 | 4219.96 |
| Profit/ (loss) before Depreciation | 1102.02 | 757.39 | 1599.85 | 1002.37 |
| Less: Depreciation | 150.90 | 148.20 | 221.80 | 215.43 |
| **Profit before share of profit of joint ventures and tax** | **951.12** | **609.19** | **1378.05** | **786.94** |
| Share of profit of joint ventures | - | - | - | 0.05 |
| **Profit before tax** | **951.12** | **609.19** | **1378.05** | **786.99** |
| **Less: Income Tax Expense:** | | | | |
| Current Tax | 221.00 | 142.00 | 371.43 | 228.19 |
| Tax pertaining to earlier years | 11.66 | 6.04 | 13.44 | 6.04 |
| Deferred Tax | -8.07 | 8.97 | -10.06 | 8.40 |
| **Total Tax Expenses** | **224.59** | **157.01** | **374.81** | **242.63** |
| **Net Profit/ (Loss) after tax** | **726.53** | **452.18** | **1003.24** | **544.36** |
| Other comprehensive income after tax for the year | -3.38 | 1.72 | 6.82 | **60.86** |
| **Total Comprehensive Income for the year** | **723.15** | **453.90** | **1010.06** | **605.22** |
| Total Comprehensive Income attributable to Owners of the Company | – | – | 971.16 | 601.45 |
| Total Comprehensive Income attributable to Non-Controlling Interest | – | – | 36.90 | 3.77 |
| Earnings / (Loss) Per Share<br>Basic<br>Diluted | <br>21.49<br>21.49 | <br>13.37<br>13.37 | <br>29.67<br>29.67 | <br>16.10<br>16.10 |

## 2. STATE OF AFFAIRS:

The Company achieved revenue from operations of Rs. 3420.66 million against turnover of Rs. 3099.72 million during the previous year on a standalone basis. Your company has earned a Profit of Rs. 726.53 million against Profit of Rs. 452.18 million during the previous year on a standalone basis

On a consolidated basis, revenue from operations of Rs. 5856.24 million against a turnover of Rs. 5025.17 million during the previous year on a consolidated basis. Your company has earned a Profit of Rs. 1003.24 million against a Profit of Rs. 544.36 million during the previous year on a consolidated basis.

3. **DIVIDEND:**

The Board of Directors did not recommend any dividend for the financial year ended March 31, 2024.

4. **CHANGES IN NATURE OF BUSINESS:**

The Company did not undergo any change in the nature of its business during the fiscal 2024.

5. **DIRECTORS:**

As on the date of this report, the Board of Directors consists of 6 members as detailed below:

| Sr. No. | Name of Director | Designation |
|---|---|---|
| 1 | Mr. Rana Som | Independent Director & Chairman |
| 2 | Mr. Duvva Pavan Kumar | Independent Director |
| 3 | Mrs. Smita Amol Lahoti | Independent Director |
| 4 | Mr. Kollareddy Ramachandra | Wholetime Director & CEO |
| 5 | Mrs. Kukreti Soumya | Wholetime Director |
| 6 | Mrs. Uma Priyadarshini Kollareddy | Wholetime Director |

6. **CHANGE IN BOARD/KEY MANAGERIAL PERSONNEL:**

**Change in the Board of Directors:**

During the year under review, there was no changes in the constitution of the Board of Directors of the Company.

**Subsequent to the end of the financial year:**

***Appointments***

- Mr. Rana Som (DIN: 00352904) was appointed as Chairman and Independent Director of the Company effective September 19, 2024 for a period of five years.
- Mr. Duvva Pavan Kumar (DIN: 01282226) was appointed as an Independent Director of the Company effective September 19, 2024 for a period of five years.
- Mrs. Smita Amol Lahoti (DIN: 08764528) was appointed as an Independent Director of the Company effective September 19, 2024 for a period of five years.
- Mr. Kollareddy Ramachandra (DIN: 00060086) was appointed as Wholetime Director and CEO effective September 27, 2024 for a period of five years.
- Mrs. Kukreti Soumya (DIN: 01760289) was appointed as Wholetime Director effective September 27, 2024 for a period of five years.
- Mrs. Uma Priyadarshini Kollareddy (DIN: 02736184) was appointed as Wholetime Director effective September 27, 2024 for a period of five years.

***Resignations***

- Mrs. Kollareddy Ranganayakamma (DIN: 00033569) resigned as Executive Director of the Company effective September 19 2024.
- Mr. Guntaka Ravindra Reddy (DIN: 01714344) resigned as Director of the Company effective September 19 2024.

**Changes in the Key Managerial Personnel:**

- Mr. Rohit Tibrewal was appointed as the Company Secretary of the Company effective January 29 2024. Subsequently, he was appointed as the Compliance Officer of the Company at the Board meeting held on September 19, 2024
- Mr. Dilip Kumar Chalasani was appointed as the Chief Financial Officer of the Company effective May 15, 2024.

## 7. DECLARATION BY INDEPENDENT DIRECTORS:

The Company has received necessary declaration from each independent director that he / she meets the criteria of independence laid down in Section 149(6), Code for independent directors of the Companies Act, 2013 and Regulation 16(1)(b) of the SEBI Listing Regulations.

## 8. BOARD MEETINGS:

During the financial year ended March 31 2024, 13 (**Thirteen**) 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: 08.05.2023, 23.06.2023, 21.07.2023, 31.08.2023, 30.09.2023, 03.10.2023, 03.10.2023, 10.10.2023, 02.11.2023, 17.11.2023, 26.12.2023, 29.01.2024 & 28.03.2024**.**

During the financial year 1 **(One)** Corporate Social Responsibility Committee Meetings was duly convened and held. The dates of the CSR committee meetings are: 02.11.2023.

## 9. BOARD COMMITTEES:

The Board of Directors has constituted various committees of the Board in accordance with the applicable provisions of the Companies Act, 2013 and the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

i. Audit Committee
ii. Nomination and Remuneration Committee
iii. Stakeholders Relationship Committee
iv. Corporate Social Responsibility & Environmental, Social and Governance Committee
v. Risk Management Committee

**Audit Committee:**

The Board of Directors at their meeting held on September 19, 2024, has constituted and approved the terms of reference of Audit Committee.

**Composition of Audit Committee:**

| **Name of Member** | **Designation** |
|---|---|
| Mrs. Smita Amol Lahoti | Chairperson |
| Mr. Rana Som | Member |
| Mr. Kollareddy Ramachandra | Member |

**Nomination and Remuneration Committee:**

The Board of Directors at their meeting held on September 19, 2024, has constituted and approved the terms of reference of Nomination and Remuneration Committee.

**Composition of Nomination and Remuneration Committee:**

| Name of Member | Designation |
|---|---|
| Mr. Duvva Pavan Kumar | Chairperson |
| Mr. Rana Som | Member |
| Mrs. Smita Amol Lahoti | Member |

**Stakeholders Relationship Committee:**

The Board of Directors at their meeting held on September 19, 2024, has constituted and approved the terms of reference of Stakeholders Relationship Committee.

**Composition of Stakeholders Relationship Committee:**

| Name of Member | Designation |
|---|---|
| Mr. Rana Som | Chairperson |
| Mrs. Kukreti Soumya | Member |
| Mrs. Uma Priyadarshini Kollareddy | Member |

**Corporate Social Responsibility and Environmental, Social & Governance Committee:**

The Board of Directors at their meeting held on September 19, 2024, has re-constituted the committee and also renamed the Committee name's from Corporate Social Responsibility Committee to Corporate Social Responsibility and Environmental, Social & Governance Committee and approved the revised terms of reference.

**Composition of CSR & ESG Committee:**

| Name of Member | Designation |
|---|---|
| Mrs. Smita Amol Lahoti | Chairperson |
| Mr. Kollareddy Ramachandra | Member |
| Mrs. Kukreti Soumya | Member |
| Mrs. Uma Priyadarshini Kollareddy | Member |

**Risk Management Committee:**

The Board of Directors at their meeting held on September 19, 2024, has constituted and approved the terms of reference of Risk Management Committee.

**Composition of Risk Management Committee:**

| Name of Member | Designation |
|---|---|
| Mr. Duvva Pavan Kumar | Chairperson |
| Mr. Kollareddy Ramachandra | Member |
| Mr. Rana Som | Member |
| Mr. Smita Amol Lahoti | Member |

## 10. 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

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.

## 11. REMUNERATION POLICY

As of the date of this report, the Company has formulated a policy on director's selection and appointment, payment of remuneration, directors' qualifications, positive attributes, independence of directors, selection, and appraisal of performance of Key Managerial Personnel and Senior Management and their remuneration and other related matters as applicable under Section 178(3) of the Companies Act, 2013. The Policy is available on the Company's website at www.midwest.in.

## 12. AUDITORS:

M/S. Majeti & Co. (Firm Registration No: 15975S), Chartered Accountants, had tendered their resignation on January 23, 2024 as the Statutory Auditors of the Company due to preoccupation.

The Board of Directors at their meeting held on January 29, 2024, appointed M/s. M S K A & Associates, (Firm Registration No: 105047W), Chartered Accountants, as the Statutory Auditors of the Company to fill the casual vacancy for the financial year 2023-2024, subject to the approval of the shareholders.

In the extraordinary general meeting held on the January 31, 2024, M/s. M S K A & Associates, Chartered Accountants, were appointed as Statutory Auditors of the Company to conduct the Statutory Audit for financial year 2023-2024 upto the ensuing annual general meeting.

The Board of Directors has recommended the appointment of M/s. M S K A & Associates, Chartered Accountants as the Statutory Auditors of the Company for 5 consecutive years, from the conclusion of 43rd Annual General Meeting of the Company.

The Company has obtained a consent letter and certificate from M/ s. M S K A & Associates, Chartered Accountants to the effect that their proposed appointment, if made, would be in accordance and conformity with the specified limits under the Companies Act, 2013.

## 13. INDEPENDENT AUDITORS' REPORT

The Statutory Auditor's report to the Members on the standalone and consolidated financial statement of the Company for the financial year ended March 31, 2024 does not contain any qualification, reservation, adverse remark or any disclaimer.

## 14. DETAILS OF FRAUDS REPORTED BY AUDITOR:

During the year under review, there were no instances of fraud reported by the Statutory Auditors under Section 143(12) of the Companies Act, 2013.

## 15. COST AUDIT:

In terms of Section 148 of the Act, the Company is required to maintain cost records and have the audit of its cost records conducted by a Cost Accountant. Cost records are prepared and maintained by the Company as required under Section 148(1) of the Companies Act, 2013.

The Board of Directors of the Company has approved the appointment of M/s. PKR & Associates LLP, Cost Accountants, as the cost auditors of the Company (LLPIN: AAB-7156 & Firm Registration No. 000698) for the year ending March 31, 2025.

In accordance with the provisions of Section 148(3) of the Act read with Rule 14 of the Companies (Audit and Auditors) Rules, 2014, as amended, the remuneration of ₹1,25,000/- plus applicable taxes and reimbursement of out-of-pocket expenses payable to the Cost Auditors for conducting cost audit of the Company for Financial Year 2024-25 as recommended and approved by the Board has to be ratified by the members of the Company. The resolution is placed for ratification of members and forms part of the notice of the AGM.

## 16. DETAILS OF SUBSIDIARY, JOINT VENTURES OR ASSOCIATE COMPANIES:

The Company has Subsidiaries and Joint Venture Companies within the meaning of the Companies Act, 2013 (“Act”). 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.

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.

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. Hence the Company could not prepare the financial statements consequently the said financial statements were not consolidated with the Company.

## 17. TRANSFER TO RESERVES:

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

## 18. SHARE CAPITAL

**Authorized share capital**

As on the date of this report, the authorized share capital of the Company is Rs 25,00,00,000/- (Twenty five crores) divided into 5,00,00,000 (five crores) equity shares of face value Rs. 5/- each.

**Paid up share capital**

As on the date of the report, the paid up equity share capital of the Company is Rs. 16,90,62,075/- (Rupees Sixteen crores ninety lakhs sixty two thousand and seventy five) divided into 3,38,12,415 (Three crores thirty eight lakhs twelve thousand four hundred fifteen ) equity shares of face value Rs. 5/- each.

The details of changes in the share capital of the Company are as follows:

a. **Allotment of Bonus Shares**

The members of the Company at their extraordinary general meeting held on October 03, 2023, approved capitalization of the free reserves to the extent of ₹ 8,91,75,600/- to allot fully-paid up 8,91,756 bonus equity shares of face value ₹100/- each in the ratio of 12 (Twelve) equity shares of ₹100/- each for every 1 (one) equity shares of ₹100/- each held by the holders of the equity shares of the Company. The Board of Directors at their meeting held on October 03, 2024 allotted 8,91,756 fully paid-up bonus equity shares of ₹100/- each to the member of the Company.

b. **Sub-Division of equity shares from face value of Rs. 100/- per share to face value of Rs. 5/- per share**

The member of the Company at their extraordinary general meeting held on June 11, 2024, approved subdivision of the face value of its 9,66,069 equity shares from ₹100/- each into 1,93,21,380 equity shares of ₹5/- each.

c. **Increase in Authorised Share Capital**

The Authorised Share Capital of the Company was increased from Rs. 12,57,00,000/- (Rupees Twelve Crores Fifty-Seven Lakhs only) divided into 2,51,40,000 Equity Shares of ₹5/- each to 25,00,00,000/- (Rupees Twenty-Five Crores Only) divided into 5,00,00,000 Equity Shares of ₹5/- each approved by the members of the Company at their extraordinary general meeting held on July 09, 2024.

d. **Allotment of Bonus Shares**

The members of the Company at their extraordinary general meeting held on July 09, 2024, approved capitalization of the free reserves to the extent of ₹ 7,24,55,175/- to allot fully-paid up 1,44,91,035 bonus equity shares of face value ₹5/- each in the ratio of 3 (three) equity shares of ₹5/- each for every 4 (four) equity shares of ₹5/- each. Thereafter, the Board of Directors at their meeting held on July 15, 2024 allotted 1,44,91,035 fully paid-up bonus equity shares of ₹5/- each to the member of the Company.

**19. DEPOSITS:**

The company has not accepted any deposits covered under Chapter V of the Companies Act, 2013 ("the Act").

**20. EXPORTS:**

During the year, your Company exported Processed Blocks and Polished Slabs etc. and earned foreign exchange of Rs. 1505.39 million

**21. MATERIAL CHANGES AND COMMITMENTS AFFECTING FINANCIAL POSITION BETWEEN THE END OF THE FINANCIAL YEAR AND DATE OF THE REPORT:**

There have been no material changes and commitments which affect the financial position of the Company that have occurred between the end of the financial year to which the financial statements relate and the date of this report.

**22. CHANGE OF NAME OF THE COMPANY**

The name of the Company was changed from "Midwest Granite Private Limited" to "Midwest Private Limited" and fresh certificate of Incorporation was issued by Central Processing Centre (CPC), Registrar of Companies, Ministry of Corporate Affairs on July 02, 2024.

**23. CONVERSION OF COMPANY FROM PRIVATE LIMITED COMPANY TO PUBLIC LIMITED COMPANY**

The members of the Company at their extraordinary general meeting held on July 15, 2024 approved conversion of the Company from Private Limited to Public Limited. A fresh certificate of Incorporation dated August 28, 2024 was issued by Central Processing Centre (CPC), Registrar of Companies, Ministry of Corporate Affairs.

**24. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS**

Loans, guarantees and investments covered under Section 186 of the Companies Act, 2013 ("the Act") form part of the notes to the financial statements provided in this Annual Report.

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

During the year the Company has not accepted interest free unsecured loans from its Directors and relatives of Directors.

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

The transactions entered with related parties for the year under review were on arm's length basis and in the ordinary course of business. Further, there are no material related party transactions during the year. As required under the Companies Act, 2013, the prescribed Form AOC-2 is appended as **Annexure B** to the Board's report.

## 27. 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 www.midwest.in

## 28. EXTRACT OF ANNUAL RETURN:

Pursuant to The Companies (Amendment) Act, 2017, notification dated January 03, 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 March 31, 2024 is available in the link www.midwest.in

## 29. RISK MANAGEMENT:

The Company has a defined risk management framework to identify, assess, monitor and mitigate risks involved in its business. The Company understands that risk evaluation and risk mitigation is an ongoing process within the organization and is fully committed to identify and mitigate the risks in the business. The Company has formulated and implemented a risk management policy to identify and monitor business risk and assist in measures to control and mitigate such risks. In accordance with the policy, the risk associated with the Company's business is always reviewed by the management team and placed before the Board/Committee. The Board/Committee reviews these risks on periodical basis and ensures that mitigation plans are in place. The Board is briefed about the identified risks and mitigation plans undertaken. The risk management policy is available on the Company's website www.midwest.in.

## 30. 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:

**FUEL:**

The Company has always been very sensitive towards fuel consumption and have made dedicated efforts to reduce the dependency on the diesel and transition towards electrification of vehicles and machineries.

The Company has taken several conscious measures to ensure efficient consumption of the fuel viz. a viz.

**Underground Tank Decantation System**: This system ensures the safe and efficient transfer of fuel to underground storage, minimizing the risk of spills and contamination

**Automatic Tank Gauging (ATG) System**: The ATG system provides accurate measurements of fuel levels in our underground tanks, allowing for better inventory control and preventing overfilling.

**Sensors on Machines**: Sensors installed on our equipment provide real-time data on fuel usage, enabling proactive maintenance and optimization of fuel consumption.

**Diesel Bowser**: Our diesel bowser facilitates the safe and controlled distribution of fuel to machinery on-site, reducing the potential for wastage.

**RFID Tags**: By utilizing RFID technology, we can track fuel consumption at an individual machine level, promoting accountability and encouraging responsible usage.

**Decantation**: Automated flow meter has been fitted to underground tanks that helps in checking for levels of diesel shortages from diesel suppliers.

**ENERGY:**

Our mines are well supported through state government's transmission and distribution systems. Further all our mines are equipped with diesel generator sets as standby.

In alignment with our sustainability goals, we have successfully installed a 1.1MW Solar Power Plant at Arpanpally, marking a partial shift towards renewable energy sources.

The Company is planning for the expansion of the solar energy across all the operational sites.

**B. TECHNOLOGY ABSORPTION:**

The Company place significant emphasis on R&D to identify and establish new mineral deposits to expand resource portfolio. The Company has dedicated R&D team comprises of geologists, quality control specialists and chemist.

To support our proposed Quartz processing facility, the Company established a laboratory, capable of assessing quartz samples emanating from the mines and identifying attributes required to meet the specifications for processing of Quartz and market needs. This lab improves our ability to understand the quality of raw materials and enables us to design process parameters and arrive at yields without depending on the use of third-party facilities.

Based on the initiatives of our R&D teams, we are in the process of implementing a shift towards the use of electric dump trucks and installation of additional solar power plants in our sites.

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

*(On receipts and payments basis)* **(Amount in million)**

| Particulars | 2023-24 | 2022-23 |
|---|---|---|
| **Foreign Exchange Earnings:** | | |
| F.O.B Value of Exports | 1505.39 | 1421.30 |
| Interest Income | - | - |
| Dividend Income | - | - |
| Misc. Income | - | - |
| **Foreign Exchange outgo:** | | |
| Value of Imports | 124.14 | 103.09 |
| Travelling Expenses | 13.05 | 10.04 |
| Loan re-payment. | - | - |
| Interest | - | - |
| Professional Charges | 2.78 | 1.37 |

## 31. WHISTLE BLOWER POLICY

The Company has in place a Whistle Blower Policy to deal with unethical behavior and to provide a framework to promote responsible and secured reporting of undesired activities. The Whistle Blower Policy is available on the website of the Company at www.midwest.in. During the year, no case was reported under this policy.

## 32. DISCLOSURE UNDER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION & REDRESSAL) ACT, 2013

The Company's Policy on Prevention of Sexual Harassment at Workplace in line with the requirements of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. Internal Compliant Committee have also been set up to redress complaints regarding sexual harassment.

The Company conducts sessions for employees across the organization to build awareness amongst employees about the Policy and the provisions of Prevention of Sexual Harassment of Women at Workplace Act. All employees and Directors (permanent, contractual, temporary, trainees) are covered under this Policy. During the year under review, no complaint regarding sexual harassment was received by the Internal Compliant Committee (ICC).

**33. SECRETARIAL STANDARDS:**

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

**34. 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 financial year 2023-2024.

**35. DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNAL:**

There were no significant and material orders passed by the regulators or courts or Tribunals impacting the going concern status and Company's operations in future.

**36. IBC CODE & ONE-TIME SETTLEMENT**

During the year under review, an application was filed against the Company under Insolvency and Bankruptcy Code, 2016 and was been disposed off by the Hon'ble National Company Law Tribunal, Hyderabad Bench vide order dated August 14, 2024.

There has not been any instance of one-time settlement of the Company with any bank or financial institution.

**37. 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 LIMITED**

| | | |
|---|---|---|
| | **Sd/-** | **Sd/-** |
| | **KOLLAREDDY RAMACHANDRA** | **KUKRETI SOUMYA** |
| **Place: Hyderabad** | **DIRECTOR** | **DIRECTOR** |
| **Date: September 27, 2024** | **DIN: 00060086** | **DIN: 01760289** |

**ANNEXURE-A**

**Form AOC-1**

(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**

(Rs. in million)

| 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 | Invest ments | Turnover | Profit Before Tax | Profit After Tax | Proposed Dividend | % of Share holding |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| 1 | Midwest Gold Limited* | 31.03.2024 (India) | INR | 32.70 | (264.06) | 70.77 | 302.13 | - | 10.45 | (22.96) | (22.96) | -- | 70.63% |
| 2 | Andhra Pradesh Granite (Midwest) Private Limited | 31.03.2024 (India) | INR | 100 | 947.65 | 1766.25 | 718.60 | - | 2425.92 | 564.08 | 416.31 | -- | 89.00% |
| 3 | Midwest Neostone Private Limited | 31.03.2024 (India) | INR | 87.10 | (35.16) | 179.29 | 127.35 | _ | _ | (3.03) | (3.03) | _ | 100.00% |
| 4 | AP Midwest Galaxy Private Limited | 31.03.2024 (India) | INR | 1.50 | (0.70) | 0.91 | 0.10 | _ | _ | (0.08) | (0.08) | _ | 99.99% |
| 5 | Deccan Silica LLP | 31.03.2024 (India) | INR | 7.47 | (0.89) | 6.66 | 0.08 | _ | _ | (0.06) | (0.06) | _ | 75.00% |
| 6 | NDR Mining Co. | 31.03.2024 (India) | INR | 2.04 | (2.33) | 1.20 | 1.49 | _ | _ | (1.77) | (1.77) | _ | 98.00% |
| 7 | Baahula Minerals | 31.03.2024 (India) | INR | 4.00 | (13.43) | 45.27 | 54.71 | - | - | (8.30) | (8.30) | - | 50.00% |
| 8 | Maitreya Minerals | 31.03.2024 (India) | INR | (10.15) | (0.50) | 0.24 | 0.24 | _ | _ | (0.50) | (0.50) | _ | 98.00% |
| 9 | BEML Midwest Limited | 31.03.2024 (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 Midwest Limited and the case is pending for adjudication before the National Company Law Tribunal, Hyderabad | | | | | | | | | 54.91% |
| 10 | Trinco Mineral Sands Private Limited | 31.03.2024 (Srilanka) | LKR Exchange Rate 0.2779 | 25.54 | 1.53 | 27.27 | 0.21 | _ | _ | (0.50) | (0.50) | _ | 97.92% |
| 11 | Midwest Heavy Sands Private Limited | 31.03.2024 (Srilanka) | LKR Exchange Rate 0.2779 | 32.94 | (3.23) | 37.48 | 7.77 | _ | _ | (2.20) | (2.20) | _ | 96.64% |

| | | | | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| 12 | Reliance Diamond Tools private Limited ** | 31.03.2024 (Srilanka) | LKR Exchange Rate 0.2779 | 10.34 | 7.82 | 84.95 | 66.78 | 5.76 | - | -25.73 | -22.86 | -- | 99.99% |
| 13 | Midwest Holdings Limited *** | 31.03.2024 (ISLE OF MAN) | USD Exchange Rate 83.3739 | 130.12 | 294.58 | 1086.21 | 661.59 | _ | _ | (8.13) | (8.13) | -- | 100.00% |

***The Company has divested its entire shareholding of 23,09,500 equity shares representing 70.63% held in Midwest Gold Limited, Subsidiary Company on June 13, 2024 to Mr. Kollareddy Rama Raghava Reddy, Promoter of the Company. The shares were transferred at the rate of Rs. 22.75/- per equity share as per the valuation report obtained from the Registered Valuer.**

****Southasia Granite and Marble Private Limited, 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.13 are special purpose audited consolidated figures of Step-down subsidiaries viz Maven Holdings Ltd, Mauritius, Midwest Africa LDA, Mozambique and Midwest Koriba 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.**

## Part "B": Associates and Joint Ventures

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

**(Rs. in million)**

| | |
|---|---|
| Name of associates | *South Coast Infrastructure Development Company of Andhra Pradesh Limited |
| 1. Latest audited Balance Sheet Date | 31.03.2024 |
| 2. No. of Shares of Associate held by the company on the year end | 25,000 |
| Amount of Investment in Rs in millions | 0.25 |
| Extent of Holding% | 50 |
| 3. Description of how there is significant influence | Being 50% shareholder and having common directors |
| 4. Reason why the associate is not consolidated | NA |
| 5. Net worth attributable to shareholding as per latest audited Balance Sheet | (3.26) |
| 6. Profit/Loss for the year | |
| i. Considered in Consolidation | - |
| ii. Not Considered in Consolidation | (1.87) |

*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 was consolidated and the details were mentioned accordingly.

**BY ORDER OF THE BOARD**
**FOR MIDWEST LIMITED**

| | |
|---|---|
| Sd/- | Sd/- |
| KOLLAREDDY RAMACHANDRA | KUKRETI SOUMYA |
| DIRECTOR | DIRECTOR |
| DIN: 00060086 | DIN: 01760289 |

**Place: Hyderabad**
**Date: September 27, 2024**

**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 arm's length during the Financial Year 2023-2024.

**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 March 31, 2024 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 (Rs. in million) | Amount paid as Advance (In Rs) |
|---|---|---|---|---|---|
| Kollareddy Ramachandra, Director | Rental Agreement | 10 years from 01.04.2020 to 31.03.2030 | Normal terms and conditions at arm's length basis in the ordinary course of business | Rs. 4.2 million | NIL |
| Kukreti Soumya, Director | Rental Agreement | 10 years from 01.04.2017 to 31.03.2027 | Normal terms and conditions at arm's length basis in the ordinary course of business | Rs. 2.1 million | NIL |
| Deepak Kukreti, Relative of Director | Rental Agreement | 10 years from 01.04.2017 to 31.03.2027 | Normal terms and conditions at arm's length basis in the ordinary course of business | Rs. 2.1 million | NIL |
| Midwest Gold Limited (Subsidiary Company) | Rental Arrangement | 01.04.2023 to 31.03.2024 | Normal terms and conditions at arm's length basis in the ordinary course of business | Rs. 0.12 million | NIL |
| Andhra Pradesh Granite (Midwest) Private Limited (Subsidiary Company) | Sale of goods | On need basis | Normal terms and conditions at arm's length basis in the ordinary course of business | Rs. 0.28 million | NIL |
| Andhra Pradesh Granite (Midwest) Private Limited (Subsidiary Company) | Sale of Plant and Equipment | On need basis | Normal terms and conditions at arm's length basis in the ordinary course of business | Rs. 7.49 million | NIL |
| Andhra Pradesh Granite (Midwest) Private Limited (Subsidiary Company) | Lease Rental arrangement for taking immovable property for Plantation purpose | 7 years from 08.07.2019 to 07.07.2026 | Normal terms and conditions at arm's length basis in the ordinary course of business | Rs. 0.25 million | NIL |

| **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 (Rs. in million)** | **Amount paid as Advance (In Rs)** |
|---|---|---|---|---|---|
| Andhra Pradesh Granite (Midwest) Private Limited (Subsidiary Company) | Purchase of Assets | On need basis | Normal terms and conditions at arm’s length basis in the ordinary course of business | Rs. 7.38 million | NIL |
| Baahula Minerals (Firm in which Company is 50% Partner) | Purchase of Goods | On long-term basis | Normal terms and conditions at arm's length basis in the ordinary course of business | Rs. 0.5 million | Advance given during the year: Rs. 0.5 million |

**BY ORDER OF THE BOARD**
**FOR MIDWEST LIMITED**

Sd/-

Sd/-

**KOLLAREDDY RAMACHANDRA**
**DIRECTOR**
**DIN: 00060086**

**KUKRETI SOUMYA**
**DIRECTOR**
**DIN: 01760289**

**Place: Hyderabad**
**Date: September 27, 2024**

## 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:-

Midwest Limited ('Midwest' or 'the Company') is committed to conduct its business in a socially responsible, ethical and environmentally friendly manner and to continuously work towards improving quality of life of the communities particularly in its operational areas.

The Company shall focus on initiatives and spends towards pre-determined causes as mentioned below, but not limited to:

- rural development
- promoting education
- healthcare
- environmental sustainability

Apart from above-specified areas, the Company shall be open to other areas/funds mentioned under Schedule VII of the Companies Act, 2013 and the Rules made thereunder, as amended from time to time based on needs identified, basis the approval of the CSR & ESG Committee

**2.** Composition of CSR Committee as on March 31, 2024.

| 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. | Kollareddy Ranganayakamma | Chairperson | 1 | 1 |
| 2. | Kollareddy Ramachandra | Member | 1 | 1 |
| 3. | Kukreti Soumya | Member | 1 | 1 |

**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: | www.midwest.in |
| • CSR Policy: | www.midwest.in |
| • CSR Projects as approved by the Board: | www.midwest.in |

**4.** Details of Executive summary along with the web links 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:

Since the average CSR obligation in the three immediately preceding financial years is less then Rs. 10 Crores, the provisions relating to the impact assessment under sub rule 3 of Rule 8 are not applicable to the Company.

**5.** (a) Average net profit of the Company as per sub-section (5) of Section 135 of the Companies Act, 2013: Rs. 600.36 million

(b) Two per cent of the average net profit of the Company as per sub-section (5) of Section 135 of the Companies Act, 2013: Rs. 12.01 million

(c) Surplus arising out of the CSR Projects or programmes or activities of the previous financial years: Nil

(d) The amount required to be set off for the Financial Year, if any: Rs. 0.02 million

(e) Total CSR obligation for the Financial Year [(b)+ (c)- (d)]: Rs. 11.99 million

6. (a) Amount spent on CSR Projects (both Ongoing Projects and other than Ongoing Projects): Rs. 12.14 million

(b) Amount spent in Administrative overheads: Nil

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

(d) Total amount spent during the Financial Year [(a)+ (b)+ (c)] : Rs. 12.14 million

(e) CSR amount spent or unspent for the Financial Year:

| Total Amount Spent during the Financial Year 23-24 (Rs. in million) | Amount Unspent (Rs. in million) | | | | |
|---|---|---|---|---|---|
| | Total Amount transferred to Unspent CSR Account as per section 135(6) | | Amount transferred to any fund specified under Schedule VII as per the second proviso to section 135(5) | | |
| | Amount | Date of transfer | Name of the Fund | Amount | Date of transfer |
| 12.14 | NA | | NA | | |

Excess amount for set-off, if any: Rs. 0.02 million

| Sl. No. | Particulars | Amount (Rs. in million) |
|---|---|---|
| i. | Two percent of average net profit of the Company as per section 135(5) | 11.99 |
| ii. | Total amount spent for the Financial Year | 12.14 |
| iii. | Excess amount spent for the Financial Year [(ii)-(i)] | 0.15 |
| 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)] | 0.15 |

7. Details of Unspent Corporate Social Responsibility amount for the preceding three Financial Years:

| Sl. No. | Preceding Financial Year | Amount transferred to Unspent CSR Account under section 135 (6) (Rs in million) | Balance Amount in Unspent CSR Account under subsection (6) of section 135 (Rs in million) | Amount spent in the Financial Year (Rs in million) | Amount transferred to any fund specified under Schedule VII as per section 135(6), if any | | Amount remaining to be spent in succeeding Financial Years. (Rs in million) | Deficiency, If any |
|---|---|---|---|---|---|---|---|---|
| | | | | | Amount (Rs in million) | Date of transfer | | |
| Not applicable | | | | | | | | |

8. Whether any capital assets have been created or acquired through Corporate Social Responsibility amount spent in the Financial Year: No

9. 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

**BY ORDER OF THE BOARD**
**FOR MIDWEST LIMITED**

**Sd/-** **Sd/-**

**KOLLAREDDY RAMACHANDRA**
**DIRECTOR**
**DIN: 00060086**

**KUKRETI SOUMYA**
**DIRECTOR**
**DIN: 01760289**

**Place: Hyderabad**
**Date: September 27, 2024**

1101/B, Manjeera Trinity Corporate
JNTU-Hitech City Road, Kukatpally
Telangana, Hyderabad 500072, INDIA

# INDEPENDENT AUDITOR'S REPORT

To the Members of Midwest Limited

## Report on the Audit of the Standalone Financial Statements

### Opinion

We have audited the accompanying standalone financial statements of Midwest Limited (Formerly known as Midwest Private Limited prior to that Midwest Granite Private Limited) ("the Company"), which comprise the Balance Sheet as at March 31, 2024, the Statement of Profit and Loss, including Other Comprehensive Income, the Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and notes to the standalone financial statements, including material accounting policy information and other explanatory information (hereinafter referred to as the "standalone financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("the Act') in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with 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 March 31, 2024, and its profit, including other comprehensive income, changes in equity and its cash flows for the year ended on that date.

### Basis for Opinion

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

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

The Company's Board of Directors is responsible for the other information. The other information comprises the Director's report but does not include the standalone financial statements and our auditor's report thereon.

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

In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements, or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

MSKA & ASSOCIATES * Hyderabad * Chartered Accountants

### Responsibilities of Management and Board of Directors for the Standalone Financial Statements

The Company's Management and Board of Directors are responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial 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, the Management and Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

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

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

We give in "Annexure A" a detailed description of Auditor's responsibilities for Audit of the Standalone Financial Statements.

### Other Matters

The standalone financial statements of the Company for the year ended March 31, 2023, were audited by another auditor whose report dated September 30,2023 expressed an unmodified opinion on those statements.

Our opinion is not modified in respect of this matter.

### Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

2. As required by Section 143(3) of the Act, we report that:

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(a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

(b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books except for the matters stated in the paragraph 2(h)(vi) below on reporting under Rule 11(g).

(c) The Balance Sheet, the Statement of Profit and Loss including other comprehensive income, the Statement of Changes in Equity and Statement of Cash Flow dealt with by this Report are in agreement with the books of account.

(d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act.

(e) On the basis of the written representations received from the directors as on March 31,2024, taken on record by the Board of Directors, none of the directors are disqualified as on March 31,2024 from being appointed as a director in terms of Section 164 (2) of the Act.

(f) With respect to the adequacy of the internal financial controls with reference to standalone financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure C".

(g) The reservation relating to the maintenance of accounts and other matters connected therewith are as stated in paragraph 2(b) above on reporting under Section 143(3)(b) and paragraph 2(h)(vi) below on reporting under Rule 11(g).

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

i. The Company has disclosed the impact of pending litigations on its financial position in its standalone financial statements - Refer Note 35 to the standalone financial statements;

ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

iv.

1. The Management has represented that, to the best of its knowledge and belief, as disclosed in the Note 17 to the standalone financial statements, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

2. The Management has represented, that, to the best of its knowledge and belief, no funds have been received by the Company from any person(s) or entity(ies), including foreign entities (Funding Parties), with the understanding, whether recorded in writing or otherwise, as on the date of this audit report, that the Company shall, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on

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behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

3. Based on the audit procedures performed that have been considered reasonable and appropriate in the circumstances, and according to the information and explanations provided to us by the Management in this regard nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e) as provided under (1) and (2) above, contain any material mis-statement.

v. In respect of dividend declared and paid during the year by the company, except for not transferring amount of dividend to separate bank account as specified in sub-section (4) of section 123 of the Act, declaration and payment of dividend is in accordance with section 123 of the Companies Act 2013.

vi. Based on our examination, the Company has used an accounting software for maintaining its books of account during the year ended March 31, 2024, which has a feature of recording audit trail (edit log) facility, except that the audit trail feature was not enabled in the accounting software throughout the year.

3. The company has converted into Public Limited Company with effect from August 28, 2024. In our opinion, according to information, explanations given to us, the provisions of Section 197 read with Schedule V of the Act and the rules thereunder are not applicable to the Company for the financial year ended March 31, 2024, as it was a Private Limited Company.

**For M S K A & Associates**
**Chartered Accountants**
ICAI Firm Registration No. 105047W

**Ananthakrishnan Govindan**
Partner
Membership No. 205226
UDIN: 24205226BKEAMH6472

Place: Hyderabad
Date: September 27,2024

ANNEXURE A TO THE INDEPENDENT AUDITOR'S REPORT ON EVEN DATE ON THE STANDALONE FINANCIAL STATEMENTS OF MIDWEST LIMITED (FORMERLY KNOWN AS MIDWEST PRIVATE LIMITED)

Auditor's Responsibilities for the Audit of the 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 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 with reference to standalone financial statements in place and the operating effectiveness of such controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management and Board of Directors.

- Conclude on the appropriateness of management and Board of Director'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.

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.

**For M S K A & Associates**
**Chartered Accountants**
ICAI Firm Registration No. 105047W

**Ananthakrishnan Govindan**
Partner
Membership No.205226
UDIN: 24205226BKEAMH6472

M S K A & ASSOCIATES * Chartered Accountants * Hyderabad

Place: Hyderabad
Date: September 27,2024

**ANNEXURE B TO INDEPENDENT AUDITORS' REPORT OF EVEN DATE ON THE STANDALONE FINANCIAL STATEMENTS OF MIDWEST LIMITED (FORMERLY KNOWN AS MIDWEST PRIVATE LIMITED) FOR THE YEAR ENDED MARCH 31, 2024**

[Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' in the Independent Auditors' Report]

i.

(a) A. The Company has maintained proper records showing full particulars including quantitative details and situation of property, plant and equipment, and relevant details of right-of-use assets.

B. The Company has maintained proper records showing full particulars of intangible assets.

(b) Property, Plant and Equipment and right of use assets have been physically verified by the management at during the year and no material discrepancies were identified on such verification.

(c) According to the information and explanations given to us, the title deeds of immovable properties (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee), as disclosed in the standalone financial statements, are held in the name of the Company, except for the immovable properties acquired during amalgamation in the earlier year. As explained to us, registration of title deeds are in progress in respect of immovable properties acquired during the amalgamation.

| Sr. No. | Description of Property | Gross carrying value (Amount in Rs Mn) | Held in the name of | Whether promoter, director or their relative or employee | Period held - Indicate range, where appropriate | Reason for not being held in name of Company (also indicate if in dispute) |
|---|---|---|---|---|---|---|
| 1 | Freehold Land | 2.72 | Subhiksha Agro Farms Pvt Ltd | No | From 2013-14 | For certain properties acquired through amalgamation/merger, the name change in the name of the company is pending. |
| 2 | Freehold Land | 3.93 | Yarra Agro Estates Pvt Ltd | No | From 2013-14 | |
| 3 | Freehold Land | 12.83 | Reliance Granite Pvt Ltd | No | From 2013-14 | |
| 4 | Freehold Land | 1.47 | Victorian Granite Pvt Ltd | No | From 2013-14 | |
| 5 | Freehold Land | 0.18 | Ind Natali Granite Limited | No | From 2013-14 | |
| 6 | Freehold Land | 13.44 | Opusasia Technologies Pvt Ltd | No | From 2013-14 | |

And the title deeds of immovable properties aggregating to Rs. 23.40 Mn as at March 31, 2024, are pledged with the banks and are not available with the Company. The same has been independently confirmed by the bank and verified by us.

(d) According to the information and explanations given to us, the Company has not revalued its property, plant and Equipment (including Right of Use assets) and intangible assets during the year. Accordingly, the provisions stated under clause 3(i)(d) of the Order are not applicable to the Company.

(e) According to the information and explanations given to us, no proceeding has been initiated or pending against the Company for holding benami property under the Benami Transactions (Prohibition) Act, 1988, as amended and rules made thereunder. Accordingly, the provisions stated under clause 3(i)(e) of the Order are not applicable to the Company.

ii.

(a) The inventory (excluding stocks-in-transit) has been physically verified by the management during the year. In respect of goods in transit, the goods have been received subsequent to the year end. In our opinion, the frequency, coverage and procedure of such verification is reasonable and appropriate, having regard to the size of the Company and the nature of its operations. The discrepancies noticed on physical verification of inventory as compared to book records were not 10% or more in aggregate for each class of inventory.

(b) During the year the Company has been sanctioned working capital limits in excess of Rs. 5 crores in aggregate from Banks on the basis of security of current assets. Based on the records examined by us in the normal course of audit of the standalone financial statements, quarterly returns / statements filed with such Banks are in agreement with the books of accounts of the Company.

iii.

(a) According to the information explanation provided to us, the Company has provided loans and stood guarantee, to other entities.

**(A)** The details of such loans, and guarantee to subsidiaries and Joint Ventures are as follows:

**Amounts in Mn**

| | Guarantees | Loans |
|---|---|---|
| **Aggregate amount granted/provided during the year** | | |
| - **Subsidiaries**<br>- **Joint Ventures**<br>- **Associates** | -<br>-<br>- | 208.54<br>3.00<br>- |
| **Balance Outstanding as at balance sheet date in respect of above cases**<br>- **Subsidiaries**<br>- **Joint Ventures**<br>- **Associates** | <br>177.99<br>-<br>- | <br>430.62<br>30.01<br>- |

AND

(B) The details of such loans and guarantee to parties other than Subsidiaries and Joint ventures are as follows:

Amounts in Mn

| | Guarantees | Loans |
|---|---|---|
| Aggregate amount granted/provided during the year<br>- Others | - | 73.26 |
| Balance Outstanding as at balance sheet date in respect of above cases<br>- Others | - | 62.93 |

(b) According to the information and explanations given to us and based on the audit procedures performed by us, we are of the opinion that the guarantees provided and terms and conditions in relation to grant of all loans and guarantees provided are not prejudicial to the interest of the Company.

(c) In case of the loans and advances in the nature of loan, schedule of repayment of principal and payment of interest have been stipulated and the borrowers have been regular in the repayment of the principal and payment of interest.

(d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there are no amounts overdue for more than ninety days in respect of the loans or advances in the nature of loans, granted to Company.

(e) According to the information explanation provided to us, the loans or advances in the nature of loan granted has fallen due during the year. The Company has renewed or extended or granted fresh loans to existing parties. The details of the same are as follows:

| Name of the Parties | Aggregate amount of loans or advances in the nature of loans granted during the year | Aggregate overdue amount settled by renewal or extension or by fresh loans granted to same parties | Percentage of the aggregate to the total loans or advances in the nature of loans granted during the year |
|---|---|---|---|
| MR Granites | Rs 55.00 Mn | Rs 29.63 Mn | 53.87% |

(f) According to the information explanation provided to us, the Company has not granted any loans or advances in the nature of loans, including to promoters or related parties as defined in clause (76) of section 2 of the Act either repayable on demand or without specifying any terms or period of repayment during the year. Accordingly, the provisions stated under clause 3(iii)(f) of the Order are not applicable to the Company.

iv. According to the information and explanations given to us, the Company has complied with the provisions of Section 185 and 186 of the Act, in respect of loans, investments, guarantees and security made.

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v. According to the information and explanations given to us, the Company has neither accepted any deposits from the public nor any amounts which are deemed to be deposits, within the meaning of Sections 73, 74, 75 and 76 of the Act and the rules framed there under. Accordingly, the provisions stated under clause 3(v) of the Order is not applicable to the Company. Also, there are no amounts outstanding as on March 31, 2024, which are in the nature of deposits.

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, undisputed statutory dues including Goods and Services tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess, and other statutory dues have generally been regularly deposited with the appropriate authorities during the year, though there has been a slight delay in a few cases.

There are no undisputed amounts payable in respect of Goods and Services tax, provident fund, employees' state insurance, income-tax, sales-tax, services tax, duty of customs, duty of excise, cess, and other statutory dues in arrears as at March 31, 2024 outstanding for a period of more than six months from the date they became payable.

(b) According to the information and explanation given to us and examination of records of the Company, details of statutory dues referred to in sub-clause (a) above which have not been deposited as on March 31, 2024, on account of any dispute, are as follows:

| Name of the statute | Nature of dues | Amount Demanded Rs. | Amount Paid Rs. | Period to which the amount relates | Forum where dispute is pending |
|---|---|---|---|---|---|
| Income Tax Act, 1961 | Income tax and Interest | Rs 11.93 Mn | Nil | FY 2016-17 | CIT (A), Hyderabad |
| Income Tax Act, 1961 | Income tax | Rs 2.50 Mn | Nil | FY 2011-12 | CIT (A), Hyderabad |
| Income Tax Act, 1961 | Income tax | Rs 11.84 Mn | Nil | FY 2003-04 & 2004-05 | High Court |
| Income Tax Act, 1961 | Income tax | Rs 125.16 Mn | Nil | FY 2010-11 & 2009-10 | Income Tax Appellate Tribunal |
| The Central Excise Act, 1944 | Excise Duty, Redemption Fine and Penalty | Rs 19.32 Mn | Rs 0.78 Mn | FY 2006-2012 | Customs, Excise and Service Tax Appellate Tribunal, Hyderabad |
| Customs Act, 1962 | Customs Duty, Redemption Fine and Penalty | Rs 137.68 Mn | Rs 6.94 Mn | FY 2006-2012 | Customs, Excise and Service Tax Appellate Tribunal, Hyderabad |

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| | | | | | |
|---|---|---|---|---|---|
| Telangana tax on entry of goods into local areas act, 2001 | Entry Tax | Rs 32.35 Mn | Rs 8.09 Mn | From 2013-14, 2014-15, 2015-2016,2016-2017 and 2017-18 | Office of the Asst Commissioner (ST), Srinagar colony Circle, Hyderabad |
| Andhra Pradesh Central Goods and Services Tax, 2017, CGST Act, 2017 and IGST Act 2017 | GST on Reverse Charge on Royalty | Rs 9.95 Mn | Nil | From 2017 -18 | High Court |
| Andhra Pradesh Central Goods and Services Tax, 2017, CGST Act, 2017 and IGST Act 2017 | GST on Reverse Charge on Royalty | Rs 16.93 Mn | Nil | From 2016-17 | III Rd Addl Metropolitian Magistrate Criminal Courts |

viii. According to the information and explanations given to us, there are no transactions which are not accounted in the books of account which have been surrendered or disclosed as income during the year in Income-tax Assessment of the Company. Accordingly, the provision stated under clause 3(viii) of the Order is not applicable to the Company.

ix.

(a) In our opinion and according to the information and explanations given to us and the records of the Company examined by us, the Company has not defaulted in repayment of loans or borrowings or in payment of interest thereon to any lender.

(b) According to the information and explanations given to us and on the basis of our audit procedures, we report that the Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.

(c) In our opinion and according to the information and explanations provided to us, money raised by way of term loans during the year have been applied for the purpose for which they were raised. Refer Note 17 to the standalone financial statements.

(d) According to the information and explanations given to us, and the procedures performed by us, and on an overall examination of the standalone financial statements of the Company, we report that no funds raised on short-term basis have been used for long-term purposes by the Company.

(e) According to the information explanation given to us and on an overall examination of the standalone financial statements of the Company, we report that the Company has not taken any funds from an any entity or person on account of or to meet the obligations of its subsidiaries, joint ventures.

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(f) According to the information and explanations given to us and procedures performed by us, we report that the Company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures companies. Accordingly, reporting under Clause 3(ix)(f) of the order is not applicable to the Company.

x.

(a) In our opinion and according to the information explanation given to us, the Company did not raise any money by way of initial public offer or further public offer (including debt instruments) during the year. Accordingly, the provisions stated under clause 3(x)(a) of the Order are not applicable to the Company.

(b) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully, partly, or optionally convertible debentures during the year. Accordingly, the provisions stated under clause 3(x)(b) of the Order are not applicable to the Company.

xi.

(a) Based on 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 report that no material fraud by the Company or on the Company has been noticed or reported during the year in the course of our audit.

(b) Based on 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, a report under Section 143(12) of the Act, in Form ADT-4, as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 was not required to be filed with the Central Government. Accordingly, the provisions stated under clause 3(xi)(b) of the Order is not applicable to the Company.

(c) As represented to us by the Management, there are no whistle-blower complaints received by the Company during the year.

xii. The Company is not a Nidhi Company. Accordingly, the provisions stated under clause 3(xii)(a) to (c) of the Order are not applicable to the Company.

xiii. The company has converted into Public Limited Company with effect from August 28, 2024. Further, the Company is not required to constitute an Audit Committee under Section 177 of the Act for the year ended March 31, 2024 as it was a Private Limited Company and according to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with Sections 188 of the Act, where applicable and details of such transactions have been disclosed in the standalone financial statements as required by applicable accounting standards.

xiv.

(a) In our opinion and based on our examination, the Company has an internal audit system commensurate with the size and nature of its business.

(b) We have considered the internal audit reports of the Company issued till the date of our audit report, for the period under audit.

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xv. According to the information and explanations given to us, in our opinion, during the year, the Company has not entered into any non-cash transactions with directors or persons connected with its directors and accordingly, the reporting on compliance with the provisions of Section 192 of the Act in clause 3(xv) of the Order is not applicable to the Company.

xvi.

(a) The Company is not required to be registered under Section 45 IA of the Reserve Bank of India Act, 1934 (2 of 1934) and accordingly, the provisions stated under clause 3(xvi)(a) of the Order are not applicable to the Company.

(b) The Company is not engaged in any Non-Banking Financial or Housing Finance activities during the year and accordingly, the provisions stated under clause 3 (xvi)(b) of the Order are not applicable to the Company.

(c) The Company is not a Core investment Company (CIC) as defined in the regulations made by Reserve Bank of India. Accordingly, the provisions stated under clause 3 (xvi)(c) of the Order are not applicable to the Company.

(d) According to the information and explanations provided to us, the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) does not have any Core Investment Company (as part of its group). Accordingly, the provisions stated under clause 3(xvi)(d) of the order are not applicable to the Company.

xvii. Based on the overall review of standalone financial statements, the Company has not incurred cash losses in the current financial year and in the immediately preceding financial year. Accordingly, the provisions stated under clause 3(xvii) of the Order are not applicable to the Company.

xviii. There has been resignation of the statutory auditors during the year, there were no issues, objections or concerns raised by the outgoing auditor.

xix. According to the information and explanations given to us and on the basis of the financial ratios (as disclosed in note 48 to the standalone financial statements), ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the standalone financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

xx. According to the information and explanations given to us and based on our verification, the provisions of Section 135 of the Act are applicable to the Company. The Company has made the required contributions during the year and there are no unspent amounts which are required to be transferred either to a Fund specified in schedule VII of the Act or to a Special Account as per the provisions of Section 135 of the Act read with schedule VII to the Act. Accordingly, reporting under clause 3(xx)(a) and 3(xx)(b) of the Order is not applicable to the Company.

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xxi. The reporting under clause 3(xxi) of the Order is not applicable in respect of audit of standalone financial statements. Accordingly, no comment in respect of the said Clause has been included in the report.

**For M S K A & Associates**
**Chartered Accountants**
ICAI Firm Registration No. 105047W

**Ananthakrishnan Govindan**
Partner
Membership No.205226
UDIN: 24205226BKEAMH6472

Place: Hyderabad
Date: September 27,2024

ANNEXURE C TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE STANDALONE FINANCIAL STATEMENTS OF MIDWEST LIMITED (FORMERLY KNOWN AS MIDWEST PRIVATE LIMITED)

[Referred to in paragraph 2(f) under 'Report on Other Legal and Regulatory Requirements' in the Independent Auditors' Report of even date to the Members of Midwest Limited (Formerly known as Midwest Private Limited) on the Financial Statements for the year ended March 31, 2024]

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

We have audited the internal financial controls with reference to standalone financial statements of Midwest Limited (Formerly known as Midwest Private Limited) ("the Company") as of March 31, 2024, in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

**Opinion**

In our opinion, the Company, has, in all material respects, an adequate internal financial controls with reference to standalone financial statements and such internal financial controls with reference to standalone financial statements were operating effectively as at March 31, 2024, based on the internal control with reference to standalone financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI) (the "Guidance Note").

**Managements' and Board of Director's Responsibility for Internal Financial Controls**

The Company's Management and the Board of Directors are responsible for establishing and maintaining internal financial controls based on the internal control with reference to standalone financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

**Auditors' Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls with reference to standalone financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Act, 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 with reference to standalone financial statements 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 with reference to standalone financial statements and their operating effectiveness. Our audit of internal financial controls with reference to standalone financial statements included obtaining an understanding of internal financial controls with reference to standalone financial statements, 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 standalone financial statements, whether due to fraud or error.

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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 with reference to standalone financial statements.

**Meaning of Internal Financial Controls With reference to Standalone Financial Statements**

A company's internal financial control with reference to standalone financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of standalone financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control with reference to standalone financial statements 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 standalone financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the standalone financial statements.

**Inherent Limitations of Internal Financial Controls With reference to Standalone financial statements**

Because of the inherent limitations of internal financial controls with reference to standalone financial statements, 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 with reference to standalone financial statements to future periods are subject to the risk that the internal financial control with reference to standalone financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

**For M S K A & Associates**
**Chartered Accountants**
ICAI Firm Registration No. 105047W

Ananthakrishnan Govindan
Partner
Membership No.205226
UDIN: 24205226BKEAMH6472

M S K A & ASSOCIATES Hyderabad Chartered Accountants

Place: Hyderabad
Date: September 27,2024

Midwest Limited (formerly known as Midwest Private Limited)
Standalone Balance Sheet as at 31 March 2024
(All amounts are Rs. in millions, unless otherwise stated)

| | Note | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|---|
| **Assets** | | | |
| **Non-current assets** | | | |
| Property, plant and equipment | 3 | 1,922.94 | 1,948.74 |
| Capital work-in-progress | 4 | 70.47 | 8.58 |
| Right-of-use assets | 5 | 47.88 | 34.13 |
| Other intangible assets | 3 | 0.31 | 0.31 |
| Financial assets | | | |
| (i) Investments | 6 | 928.61 | 893.31 |
| (ii) Other financial assets | 7 | 84.62 | 95.06 |
| (iii) Loans | 13 | 162.79 | - |
| Deferred tax assets (net) | 8 | 26.98 | 17.77 |
| Other non-current assets | 9 | 482.98 | 270.78 |
| **Total non-current assets** | | **3,727.58** | **3,268.68** |
| **Current assets** | | | |
| Inventories | 10 | 287.76 | 399.44 |
| Financial assets | | | |
| (i) Investments | 6 | 189.32 | 7.19 |
| (ii) Trade receivables | 11 | 470.12 | 466.97 |
| (iii) Cash and cash equivalents | 12 (a) | 31.45 | 25.94 |
| (iv) Bank balances other than cash and cash equivalents | 12 (b) | 11.14 | 8.54 |
| (v) Loans | 13 | 360.77 | 337.62 |
| (vi) Other financial assets | 7 | 94.02 | 0.17 |
| Other current assets | 14 | 341.02 | 316.21 |
| **Total current assets** | | **1,785.60** | **1,562.08** |
| **Total assets** | | **5,513.18** | **4,830.76** |
| **Equity and liabilities** | | | |
| **Equity** | | | |
| Equity share capital | 15 | 96.61 | 7.43 |
| Other equity | 16 | 3,951.00 | 3,450.78 |
| **Total equity** | | **4,047.61** | **3,458.21** |
| **Liabilities** | | | |
| **Non-current liabilities** | | | |
| Financial liabilities | | | |
| (i) Borrowings | 17 | 356.96 | 374.23 |
| (ia) Lease liabilities | 5 | 2.21 | - |
| (ii) Other financial liabilities | 20 | 174.29 | - |
| Provisions | 21 | 36.21 | 34.19 |
| Other non-current liabilities | 22 | - | 2.24 |
| **Total non-current liabilities** | | **569.67** | **410.66** |
| **Current liabilities** | | | |
| Financial liabilities | | | |
| (i) Borrowings | 18 | 285.27 | 479.31 |
| (ia) Lease liabilities | 5 | 0.25 | - |
| (ii) Trade payables | 19 | | |
| - Total outstanding dues of micro and small enterprises | | 27.80 | - |
| - Total outstanding dues of creditors other than micro and small enterprises | | 60.98 | 107.15 |
| (iii) Other financial liabilities | 20 | 33.51 | 46.67 |
| Other current liabilities | 23 | 457.65 | 302.97 |
| Provisions | 21 | 14.70 | 10.25 |
| Current tax liabilities (net) | 24 | 15.74 | 15.54 |
| **Total current liabilities** | | **895.90** | **961.89** |
| **Total liabilities** | | **1,465.57** | **1,372.55** |
| **Total equity and liabilities** | | **5,513.18** | **4,830.76** |
| See accompanying notes forming part of the standalone financial statements | 1-49 | | |

As per our report of even date
**For M S K A & Associates**
Chartered Accountants
ICAI Firm Registration No.:105047W

**Ananthakrishnan Govindan**
Partner
Membership No: 205226

Place: Hyderabad
Date: 27 September 2024

For and on behalf of the Board of Directors of
**Midwest Limited (formerly known as Midwest Private Limited)**
(CIN : U14102TG1981PLC003317)

**K. Ramachandra**
Director
DIN:00060086

**K. Soumya**
Director
DIN:01760289

**Chalasani Dilip Kumar**
Chief Financial Officer

**Rohit Tibrewal**
Company Secretary
M No: A31385

Place: Hyderabad
Date: 27 September 2024

Midwest Limited (formerly known as Midwest Private Limited)
Standalone Statement of Profit and Loss for the year ended 31 March 2024
(All amounts are Rs. in millions, unless otherwise stated)

| | Note | Year ended 31 March 2024 | Year ended 31 March 2023 |
|---|---|---|---|
| **I. Income** | | | |
| Revenue from operations | 25 | 3,420.66 | 3,099.72 |
| Other income | 26 | 219.37 | 189.61 |
| **Total income (I)** | | **3,640.03** | **3,289.33** |
| **II. Expenses** | | | |
| Quarry expenses | 27 | 365.81 | 461.57 |
| Seigniorage and cess fees | 28 | 293.71 | 319.08 |
| Cost of materials consumed | 29 | 67.34 | 71.23 |
| Purchases of stock-in-trade | | 68.65 | 34.85 |
| Consumption of stores and spares | 30 | 560.15 | 682.49 |
| Changes in inventories of finished goods, stock-in-trade and work-in-progress | 29 | 94.97 | (92.92) |
| Employee benefits expenses | 31 | 259.83 | 260.29 |
| Finance costs | 32 | 62.41 | 61.76 |
| Depreciation and amortisation expense | 33 | 150.90 | 148.20 |
| Other expenses | 34 | 765.14 | 733.59 |
| **Total expenses (II)** | | **2,688.91** | **2,680.14** |
| **III. Profit before tax for the year (I-II)** | | **951.12** | **609.19** |
| **IV. Tax expenses** | | | |
| Current tax | 43 | 221.00 | 142.00 |
| Tax pertaining to earlier years | | 11.66 | 6.04 |
| Deferred tax | | (8.07) | 8.97 |
| **Total tax expense (IV)** | | **224.59** | **157.01** |
| **V. Profit after tax for the year (III - IV)** | | **726.53** | **452.18** |
| **VI. Other comprehensive income/(loss)** | | | |
| **Items that will not be reclassified to profit or loss** | | | |
| Re-measurement gains/ (losses) on defined benefit plans | | (4.52) | 2.30 |
| Income tax relating to above items | | 1.14 | (0.58) |
| **Total other comprehensive income/(loss) for the year, net of tax (VI)** | | (3.38) | 1.72 |
| **VII. Total comprehensive income for the year, net of tax (V + VI)** | | **723.15** | **453.90** |
| **Earnings per share (Face value of share Rs.5 each)** | | | |
| - Basic (Rs) | 37 | 21.49 | 13.37 |
| - Diluted (Rs) | 37 | 21.49 | 13.37 |
| See accompanying notes forming part of the standalone financial statements | 1-49 | | |

As per our report of even date
**For M S K A & Associates**
Chartered Accountants
ICAI Firm Registration No.:105047W

**Ananthakrishnan Govindan**
Partner
Membership No: 205226

Place: Hyderabad
Date: 27 September 2024

For and on behalf of the Board of Directors of
**Midwest Limited (formerly known as Midwest Private Limited)**
(CIN : U14102TG1981PLC003317)

**K. Ramachandra**
Director
DIN:00060086

**K. Soumya**
Director
DIN:01760289

**Chalasani Dilip Kumar**
Chief Financial Officer

**Rohit Tibrewal**
Company Secretary
M No: A31385

Place: Hyderabad
Date: 27 September 2024

Midwest Limited (formerly known as Midwest Private Limited)
Standalone Statement of Cash Flows for the year ended 31 March 2024
(All amounts are Rs. in millions, unless otherwise stated)

| | | Year ended 31 March 2024 | Year ended 31 March 2023 |
|---|---|---|---|
| **A. Cash flow from operating activities** | | | |
| Profit before tax | | 951.12 | 609.19 |
| **Adjustments for :** | | | |
| Depreciation and amortisation expense | | 150.90 | 148.20 |
| Finance costs | | 62.41 | 61.76 |
| Profit/loss on sale of property, plant and equipment | | 10.79 | 10.31 |
| Loss on sale of investments | | 11.28 | 3.52 |
| Assets discarded | | 10.09 | - |
| Liabilities no longer required written back | | (26.42) | (47.75) |
| Sundry balances (written back) / written off | | 4.10 | - |
| Provision towards / (write off) credit impaired trade receivables | | 52.68 | 43.30 |
| Provision for doubtful advances | | 2.89 | - |
| Dividend income | | (134.51) | (89.72) |
| Interest income | | (23.65) | (19.96) |
| **Operating cash flows before working capital changes** | | **1,071.68** | **722.82** |
| **Changes in working capital** | | | |
| (Increase) / Decrease in trade receivables | | (3.15) | (186.41) |
| (Increase) / Decrease in inventories | | 111.68 | (62.15) |
| (Increase) / Decrease in other financial assets | | (53.66) | 2.68 |
| (Increase) / Decrease in other current assets | | (127.73) | (110.81) |
| Increase / (Decrease) in trade payables | | (18.37) | (37.08) |
| Increase / (Decrease) in other financial liabilities | | 152.87 | (75.11) |
| Increase / (Decrease) in provision | | 1.95 | 4.20 |
| Increase/ (Decrease) in other liabilities | | 152.44 | (368.98) |
| **Cash generated from operations** | | **1,287.71** | **(110.84)** |
| Income taxes paid (net of refunds) | | (232.46) | (121.71) |
| **Net cash flow/(used) from/(in) operating activities** | **A** | **1,055.25** | **(232.55)** |
| **B. Cash flows from investing activities** | | | |
| Payment for purchase of property, plant and equipment (including capital advances) | | (452.23) | (249.86) |
| Purchase of right-of-use asset | | (16.30) | - |
| Proceeds from disposal of property, plant and equipment | | 83.76 | 62.24 |
| Proceeds from sale of investments | | 519.44 | 13.34 |
| Payment for purchase of investments | | (751.48) | (126.09) |
| Deposits placed having original maturity of more than 3 months, net | | (2.60) | 177.89 |
| Loans to related parties and others | | (185.94) | 7.88 |
| Dividend income | | 134.51 | 89.72 |
| Interest received | | 23.66 | 19.96 |
| **Net cash flow/used in investing activities** | **B** | **(647.18)** | **(4.92)** |
| **C. Cash flow from financing activities** | | | |
| Repayment of long term borrowings | | (209.14) | (235.44) |
| Proceeds from of long term borrowings | | 194.33 | 320.03 |
| Proceeds from/(repayment) of short term borrowings (net) | | (196.50) | 188.26 |
| Proceeds from/(repayment) of lease liability(net) | | 2.46 | - |
| Dividend paid | | (133.76) | - |
| Interest paid | | (59.95) | (64.08) |
| **Net cash flow/(used) from/in financing activities** | **C** | **(402.56)** | **208.77** |
| **Net increase/(decrease) in cash and cash equivalents** | **[A+B+C]** | 5.51 | (28.70) |
| Cash and cash equivalents at the beginning of the year | | 25.94 | 54.64 |
| **Cash and cash equivalents at end of the year** | | **31.45** | **25.94** |
| See accompanying notes forming part of the standalone financial statements | 1-49 | | |

As per our report of even date
**For M S K A & Associates**
Chartered Accountants
ICAI Firm Registration No.:105047W

**Ananthakrishnan Govindan**
Partner
Membership No: 205226

M S K A & Associates Hyderabad Chartered Accountants

Place: Hyderabad
Date: 27 September 2024

For and on behalf of the Board of Directors of
**Midwest Limited (formerly known as Midwest Private Limited)**
(CIN : U14102TG1981PLC003317)

**R. Ramachandra**
Director
DIN:00060086

**K. Soumya**
Director
DIN:01760289

**Chalasani Dilip Kumar**
Chief Financial Officer

**Rohit Tibrewal**
Company Secretary
M No: A31385

Place: Hyderabad
Date: 27 September 2024

Midwest Limited Hyderabad

**Midwest Limited (formerly known as Midwest Private Limited)**
**Statement of Changes in Equity for the year ended 31 March 2024**
(All amounts are Rs. in millions, unless otherwise stated)

**A. Equity share capital**

| | Note | No. of Shares | Amount |
|---|---|---|---|
| **Balance as at 01 April 2022** | | **74,313** | **7.43** |
| Changes in equity share capital during the year | 15 | - | - |
| **Balance as at 31 March 2023** | | **74,313** | **7.43** |
| Changes in equity share capital during the year | 15 | 8,91,756 | 89.18 |
| **Balance as at 31 March 2024** | | **9,66,069** | **96.61** |

**B. Other Equity**

| Particulars | Note | Reserves and surplus | | | | | Other comprehensive Income | Total other equity |
|---|---|---|---|---|---|---|---|---|
| | | Capital reserve | Forfeited shares | Capital redemption reserve | General reserve | Retained earnings | Remeasurement of defined benefit obligations | |
| **Balance as at 01 April 2022** | **16** | **17.66** | **0.07** | **1.80** | **140.71** | **2,840.83** | **(4.20)** | **2,996.87** |
| **Total comprehensive income for the year** | | | | | | | | |
| a) Profit for the year | | - | - | - | - | 452.18 | - | **452.18** |
| b) Other comprehensive income (net of income tax) | | - | - | - | - | - | 1.72 | 1.72 |
| **Total (a+b)** | | - | - | - | - | **452.18** | **1.72** | **453.90** |
| **Balance as at 31 March, 2023** | **16** | **17.66** | **0.07** | **1.80** | **140.71** | **3,293.02** | **(2.48)** | **3,450.78** |
| **Balance as at 01 April 2023** | **16** | **17.66** | **0.07** | **1.80** | **140.71** | **3,293.02** | **(2.48)** | **3,450.78** |
| Dividend paid during the year (refer Note (v)) | | - | - | - | - | (133.76) | - | (133.76) |
| Bonus shares allotted (refer Note 37(c)) | | - | - | - | (89.17) | - | - | (89.17) |
| **Total comprehensive income for the year** | | | | | | | | |
| a) Profit for the year | | - | - | - | - | 726.53 | - | **726.53** |
| b) Other comprehensive income (net of income tax) | | - | - | - | - | - | (3.38) | (3.38) |
| **Total (a+b)** | | - | - | - | - | **726.53** | **(3.38)** | **723.15** |
| **Balance as at 31 March 2024** | **16** | **17.66** | **0.07** | **1.80** | **51.54** | **3,885.79** | **(5.86)** | **3,951.00** |

See accompanying notes forming part of the standalone financial statements **1-49**

M S K A & ASSOCIATES Hyderabad Chartered Accountants

Midwest Limited Hyderabad

**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. 543.04 Mn (31 March 2023: Rs. 570.35 Mn) on Ind AS 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) During the year ended 31 March 2024, final dividend of Rs. 1800 per share ( 31 March 2023 Rs. Nil per share) was recognised for distribution to equity shareholders respectively.

(vi) Unrealised revalution reserve, created on land during the first time adoption of Ind AS, reversed on account of sale of land

As per our report of even date
**For M S K A & Associates**
Chartered Accountants
ICAI Firm Registration No.:105047W

M S K A & ASSOCIATES Hyderabad Chartered Accountants

**Ananthakrishnan Govindan**
Partner
Membership No: 205226

Place: Hyderabad
Date: 27 September 2024

For and on behalf of the Board of Directors of
**Midwest Limited (formerly known as Midwest Private Limited)**
(CIN : U14102TG1981PLC003317)

**K. Ramachandra**
Director
DIN:00060086

**K. Soumya**
Director
DIN:01760289

**Chalasani Dilip Kumar**
Chief Financial Officer

**Rohit Tibrewal**
Company Secretary
M No: A31385

Midwest Limited Hyderabad

Place: Hyderabad
Date: 27 September 2024

## A. Corporate information

Midwest Limited (Formerly known as Midwest Private Limited) ("The Company") (CIN U14102TG1981PLC003317) is a public limited company domiciled and incorporated in India under the provisions of Companies Act, 1956 on 11 December 1981. The Company has converted itself in to unlisted public Company with effective from xx Month 2024 and consequently, the name was changed from "Midwest Private Limited" to "Midwest Limited". The Company's registered office is at 8-2-684/3/25 & 26, Road no.12 Banjara Hills, Hyderabad, Telangana, India, 500032.
The company is engaged in the business of exploration, exploitation, manufacturing, processing and selling of dressed Granite blocks, Slabs and Diamond cutting wires.
The financial statements were approved for issue in accordance with a resolution of the directors on 27 September 2024.

## B. Material accounting policies

The material accounting policies applied by the company in the preparation of its financial statements are listed below. Such accounting policies have been applied consistently to all the periods presented in these financial statements, unless otherwise indicated.

### 2.1. Basis of preparation

#### A. Statement of Compliance

The financial statements have been prepared in accordance with the Indian Accounting Standards (referred to as "Ind AS") prescribed under Section 133 of the Companies Act, 2013 read with Companies (Indian Accounting Standards) Rules, as amended from time to time and other relevant provisions of the Act.

#### B. Basis of measurement

The Financial statements have been prepared under the historical cost basis, except for the following items (refer to individual accounting policies for detail):
Financial instruments - Fair value through profit or loss.
Financial instruments - Fair Value through OCI
Property, plant and equipment - Freehold land on revalued basis to the extent stated in relevant schedule
Net defined benefit (asset)/ liability - Present value of defined benefit obligations less fair value of plan assets.

#### C. Presentation currency and rounding off

The Financial statements are presented in INR and all values are rounded to nearest millions (INR 000,000), except when otherwise indicated.

#### D. Going concern

The company has prepared the financial statements on the basis that it will continue to operate as a going concern.

#### E. Comparative information and reclassification

The Financial statements provide comparative information in respective of the previous periods.

### 2.2. Summary of material accounting policies

#### (a) Property, plant and equipment

Items of property, plant and equipment are initially recognised at cost. As well as the purchase price, cost includes directly attributable costs and the estimated present value of any future unavoidable costs of dismantling and removing items.
Freehold land is not depreciated. Depreciation on assets under construction does not commence until they are complete and available for use. Depreciation is provided on all other items of property, plant and equipment so as to write off their carrying value over their expected useful economic lives is as follows:

Buildings – 5 to 60 Years
Plant & Machinery – 10 to 15 Years
Mining Equipment – 8 Years
Vehicles – 8 to 10 Years
Computers – 3 to 6 Years

The company reviews the estimated residual values and expected useful lives of assets at least annually. In particular, the company considers the impact of health, safety and environmental legislation in its assessment of expected useful lives and estimated residual values. Furthermore, the company considers climate related matters, including physical and transition risks. Specifically, the company determines whether climate related legislation and regulations might impact either the useful life or residual values.

#### (b) Leases

**Identifying leases**

The company accounts for a contract, or a portion of a contract, as a lease when it conveys the right to use an asset for a period of time in exchange for consideration. Leases are those contracts that satisfy the following criteria:
a. There is an identified asset;
b. The company obtains substantially all the economic benefits from use of the asset; and

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Midwest Limited Hyderabad

c. The company has the right to direct use of the asset.

The company considers whether the supplier has substantive substitution rights. If the supplier does have those rights, the contract is not identified as giving rise to a lease.

In determining whether the company obtains substantially all the economic benefits from use of the asset, the company considers only the economic benefits that arise use of the asset, not those incidental to legal ownership or other potential benefits.

In determining whether the company has the right to direct use of the asset, the company considers whether it directs how and for what purpose the asset is used throughout the period of use. If there are no significant decisions to be made because they are pre-determined due to the nature of the asset, the company considers whether it was involved in the design of the asset in a way that predetermines how and for what purpose the asset will be used throughout the period of use. If the contract or portion of a contract does not satisfy these criteria, the company applies other applicable Ind ASs rather than Ind AS 116.

### (c) Intangible assets

**Internally generated intangible assets (development costs)**

Expenditure on internally developed products is capitalised if it can be demonstrated that:

(i) it is technically feasible to develop the product for it to be sold
(ii) adequate resources are available to complete the development
(iii) there is an intention to complete and sell the product
(iv) the company is able to sell the product
(v) sale of the product will generate future economic benefits, and
(vi) expenditure on the project can be measured reliably.

Capitalised development costs are amortised over the periods the company expects to benefit from selling the products developed. The amortisation expense is included within the 'depreciation and amortisation expense' in the statement of profit and loss.

Development expenditure not satisfying the above criteria and expenditure on the research phase of internal projects are recognised in the statement of profit and loss as incurred.

### (e) Goodwill

Goodwill represents the excess of the cost of a business combination over the company's interest in the fair value of identifiable assets, liabilities and contingent liabilities acquired.

Cost comprises the fair value of assets given, liabilities assumed and equity instruments issued, plus the amount of any non-controlling interests in the acquiree plus, if the business combination is achieved in stages, the fair value of the existing equity interest in the acquiree. Contingent consideration is included in cost at its acquisition date fair value and, in the case of contingent consideration classified as a financial liability, remeasured subsequently through profit or loss.

Goodwill is capitalised as an intangible asset with any impairment in carrying value being charged to the profit and loss. Where the fair value of identifiable assets, liabilities and contingent liabilities exceed the fair value of consideration paid, the excess is credited in full to the other comprehensive income and accumulated in equity as capital reserve on the acquisition date.

### (h) Impairment of non-financial assets (excluding inventories, investment properties and deferred tax assets)

Impairment tests on goodwill and other intangible assets with indefinite useful economic lives are undertaken annually at the financial year end. Other non-financial assets are subject to impairment tests whenever events or changes in circumstances indicate that their carrying amount may not be recoverable. Where the carrying value of an asset exceeds its recoverable amount (i.e. the higher of value in use and fair value less costs to sell), the asset is written down accordingly.

Impairment charges are included in profit or loss, except to the extent they reverse gains previously recognised in other comprehensive income. An impairment loss recognised for goodwill is not reversed.

### (i) Inventories

Inventories are initially recognised at cost, and subsequently at the lower of cost and net realisable value. Cost comprises all costs of purchase, costs of conversion and other costs incurred in bringing the inventories to their present location and condition.

Weighted average cost is used to determine the cost of ordinarily interchangeable items.

### (j) Cash and cash equivalents

Cash and cash equivalents includes cash in hand, deposits held at call with banks, other short term highly liquid investments with original maturities of three months or less. Bank overdrafts are shown within borrowings in current liabilities on the balance sheet.

### (k) Financial assets

The company classifies its financial assets into one of the categories discussed below, depending on the purpose for which the asset was acquired. Other than financial assets in a qualifying hedging relationship, the company's accounting policy for each category is as follows:

**Fair value through profit or loss**

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Hyderabad
Chartered Accountants

Midwest Limited
Hyderabad

This category comprises in-the-money derivatives and out-of-money derivatives where the time value offsets the negative intrinsic value (see "Financial liabilities" section for out-of-money derivatives classified as liabilities). They are carried in the statement of balance sheet at fair value with changes in fair value recognised in the statement of profit and loss in the other income or expense line. Other than derivative financial instruments which are not designated as hedging instruments, the company does not have any assets held for trading nor does it voluntarily classify any financial assets as being at fair value through profit or loss.

**Amortised cost**

These assets arise principally from the provision of goods and services to customers (eg trade receivables), but also incorporate other types of financial assets where the objective is to hold these assets in order to collect contractual cash flows and the contractual cash flows are solely payments of principal and interest. They are initially recognised at fair value plus transaction costs that are directly attributable to their acquisition or issue, and are subsequently carried at amortised cost using the effective interest rate method, less provision for impairment.

Impairment provisions for trade receivables are recognised based on the simplified approach within Ind AS 109 using a provision matrix in the determination of the lifetime expected credit losses. During this process the probability of the non-payment of the trade receivables is assessed. This probability is then multiplied by the amount of the expected loss arising from default to determine the lifetime expected credit loss for the trade receivables. For trade receivables, which are reported net, such provisions are recorded in a separate provision account with the loss being recognised in profit or loss. On confirmation that the trade receivable will not be collectable, the gross carrying value of the asset is written off against the associated provision.

Impairment provisions for receivables from related parties and loans to related parties are recognised based on a forward looking expected credit loss model. The methodology used to determine the amount of the provision is based on whether there has been a significant increase in credit risk since initial recognition of the financial asset. For those where the credit risk has not increased significantly since initial recognition of the financial asset, twelve month expected credit losses along with gross interest income are recognised. For those for which credit risk has increased significantly, lifetime expected credit losses along with the gross interest income are recognised. For those that are determined to be credit impaired, lifetime expected credit losses along with interest income on a net basis are recognised.

The company's financial assets measured at amortised cost comprise trade and other receivables and cash and cash equivalents in the statement of balance sheet.

**(l) Financial liabilities**

The company classifies its financial liabilities into one of two categories, depending on the purpose for which the liability was acquired.

Other than financial liabilities in a qualifying hedging relationship (see below), the company 's accounting policy for each category is as follows:

**Fair value through profit or loss**

This category comprises out-of-the-money derivatives where the time value does not offset the negative intrinsic value (see "Financial assets" for in-the-money derivatives and out-of-money derivatives where the time value offsets the negative intrinsic value). They are carried in the balance sheet at fair value with changes in fair value recognised in the profit and loss. The company does not hold or issue derivative instruments for speculative purposes, but for hedging purposes. Other than these derivative financial instruments, the company does not have any liabilities held for trading nor has it designated any financial liabilities as being at fair value through profit or loss.

**Other financial liabilities**

Bank borrowings are initially recognised at fair value net of any transaction costs directly attributable to the issue of the instrument. Such interest-bearing liabilities are subsequently measured at amortised cost using the effective interest rate method, which ensures that any interest expense over the period to repayment is at a constant rate on the balance of the liability carried in the balance sheet. For the purposes of each financial liability, interest expense includes initial transaction costs and any premium payable on redemption, as well as any interest or coupon payable while the liability is outstanding.

Trade payables and other short-term monetary liabilities, which are initially recognised at fair value, are subsequently carried at amortised cost using the effective interest method.

**(m) Share capital**

Financial instruments issued by the company are classified as equity only to the extent that they do not meet the definition of a financial liability or financial asset.

The company's ordinary shares are classified as equity instruments.

**(n) Dividends**

Dividends are recognised when they become legally payable. In the case of interim dividends to equity shareholders, this is when declared by the directors. In the case of final dividends, this is when approved by the shareholders at the annual general meeting.

**(o) Provisions**

The company has recognised provisions for liabilities of uncertain timing or amount including those for leasehold dilapidations and legal disputes. The provision is measured at the best estimate of the expenditure required to settle the obligation at the reporting date, discounted at a pre-tax rate reflecting current market assessments of the time value of money and risks specific to the liability.

**(p) Revenue from contracts with customers**

**Performance obligations and timing of revenue recognition**

The majority of the company's revenue is derived from selling goods with revenue recognised at a point in time when control of the goods has transferred to the customer. This is generally when the goods are delivered to the customer. However, for export sales, control might also be transferred when delivered either to the port of departure or port of arrival, depending on the specific terms of the contract with a customer. There is limited judgement needed in identifying the point control passes: once physical delivery of the products to the agreed location has occurred, the company no longer has physical possession, usually will have a present right to payment (as a single payment on delivery) and retains none of the significant risks and rewards of the goods in question.

**Determining the transaction price**

Most of the company's revenue is derived from fixed price contracts and therefore the amount of revenue to be earned from each contract is determined by reference to those fixed prices.

**(q) Foreign currencies**

**Functional and presentation currency**

Items included in the Financial statements are measured using the currency of the primary economic environment in which the entity operates ('the functional currency'). The Financial statements are presented in Indian rupee (INR), which is the Company's functional and company's presentation currency.

**Transactions and balances**

On initial recognition, all foreign currency transactions are recorded by applying to the foreign currency amount the exchange rate between the functional currency and the foreign currency at the date of the transaction. Gains/losses arising out of fluctuation in foreign exchange rates between the transaction date and settlement date are recognised in the profit and loss.
Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency spot rates of exchange at the reporting date and the exchange differences are recognised in the profit and loss.
Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the dates of the initial transactions. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value is determined. The gain or loss arising on translation of non-monetary items measured at fair value is treated in line with the recognition of the gain or loss on the change in fair value of the item (i.e., translation differences on items whose fair value gain or loss is recognised in OCI or profit or loss are also recognised in OCI or profit or loss, respectively).

**(r) Borrowing costs**

Borrowing costs are capitalised, net of interest received on cash drawn down yet to be expended when they are directly attributable to the acquisition, contribution or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale.

**(s) Employee benefits**

**Defined contribution schemes**

Contributions to defined contribution pension schemes are charged to the profit and loss in the year to which they relate.

**Defined benefit schemes**

Defined benefit scheme surpluses and deficits are measured at:
(i) The fair value of plan assets at the reporting date; less
(ii) Plan liabilities calculated using the projected unit credit method discounted to its present value using yields available on government bonds that have maturity dates approximating to the terms of the liabilities and are denominated in the same currency as the post- employment benefit obligations; less
(iii) The effect of minimum funding requirements agreed with scheme trustees.
Remeasurements of the net defined obligation are recognised directly within equity.
The remeasurements include:
(i) Actuarial gains and losses
(ii) Return on plan assets (interest exclusive)
(iii) Any asset ceiling effects (interest exclusive).
Service costs are recognised in profit or loss, and include current and past service costs as well as gains and losses on curtailments.
Net interest expense (income) is recognised in profit or loss, and is calculated by applying the discount rate used to measure the defined benefit obligation (asset) at the beginning of the annual period to the balance of the net defined benefit obligation (asset), considering the effects of contributions and benefit payments during the period.
Gains or losses arising from changes to scheme benefits or scheme curtailment are recognised immediately in profit or loss. Settlements of defined benefit schemes are recognised in the period in which the settlement occurs.

**Other long-term service benefits**

Other employee benefits that are expected to be settled wholly within 12 months after the end of the reporting period are presented as current liabilities.

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Other employee benefits that are not expected to be settled wholly within 12 months after the end of the reporting period are presented as non-current liabilities and calculated using the projected unit credit method and then discounted using yields available on government bonds that have maturity dates approximating to the expected remaining period to settlement and are denominated in the same currency as the post-employment benefit obligations

**(t) Deferred tax**

Deferred tax assets and liabilities are recognised where the carrying amount of an asset or liability in the balance sheet differs from its tax base, except for differences arising on:

(i) The initial recognition of goodwill

(ii) The initial recognition of an asset or liability in a transaction which is not a business combination and at the time of the transaction affects neither accounting or taxable profit, and

(iii) Investments in subsidiaries and joint arrangements where the company is able to control the timing of the reversal of the difference and it is probable that the difference will not reverse in the foreseeable future.

Recognition of deferred tax assets is restricted to those instances where it is probable that taxable profit will be available against which the difference can be utilised.

The amount of the asset or liability is determined using tax rates that have been enacted or substantively enacted by the reporting date and are expected to apply when the deferred tax liabilities/(assets) are settled/(recovered).

**2.3. Changes in accounting policies and disclosures**

The Ministry of Corporate Affairs has notified Companies (Indian Accounting Standards) Amendment Rules, 2023 dated 31 March 2023 to amend the following Ind AS which are effective for annual periods beginning on or after 1 April 2023. The company has applied these amendments for the first-time in these Financial statements.

**(a) Amendments to Ind AS 8 - definition of accounting estimates**

The amendments clarify the distinction between changes in accounting estimates and changes in accounting policies and the correction of errors. It has also been clarified how entities use measurement techniques and inputs to develop accounting estimates.

The amendments had no impact on these Financial statements.

**(b) Amendments to Ind AS 1 - disclosure of accounting policies**

The amendments aim to help entities provide accounting policy disclosures that are more useful by replacing the requirement for entities to disclose their 'significant' accounting policies with a requirement to disclose their 'material' accounting policies and adding guidance on how entities apply the concept of materiality in making decisions about accounting policy disclosures.

The amendments have had an impact on the disclosures of accounting policies, but not on the measurement, recognition or presentation of any items in the Financial statements.

**(c) Amendments to Ind AS 12 - deferred tax related to assets and liabilities arising from a single transaction**

The amendments narrow the scope of the initial recognition exception under Ind AS 12, so that it no longer applies to transactions that give rise to equal taxable and deductible temporary differences such as leases.

The company previously recognised for deferred tax on leases on a net basis. As a result of these amendments, the company has recognised a separate deferred tax asset in relation to its lease liabilities and a deferred tax liability in relation to its right-of-use assets. Since, these balances qualify for offset as per the requirements of paragraph 74 of Ind AS 12, there is no impact in the balance sheet. There was also no impact on the opening retained earnings as at 1 April 2021.

**(d) New standards and amendments issued but not effective**

Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. For the year ended March 31, 2024, MCA has not notified any new standards or amendments to the existing standards applicable to the Company.

**2.4. Critical accounting estimates and judgements**

The company makes certain estimates and assumptions regarding the future. Estimates and judgements are continually evaluated based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. In the future, actual experience may differ from these estimates and assumptions. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below.

**A. Judgements**

**a. Leases - determining the lease term of contracts with renewal and termination options – company as lessee**

The company determines the lease term as the non-cancellable term of the lease, together with any periods covered by an option to extend the lease if it is reasonably certain to be exercised, or any periods covered by an option to terminate the lease, if it is reasonably certain not to be exercised.

The company has several lease contracts that include extension and termination options. The company applies judgement in evaluating whether it is reasonably certain whether or not to exercise the option to renew or terminate the lease. That is, it considers all relevant factors that create an economic incentive for it to exercise either the renewal or termination. After the commencement date, the company reassesses the lease term if there is a significant event or change in circumstances that is within its control and affects its ability to exercise or not to exercise the option to renew or to terminate.

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**B. Estimates and assumptions**

**a. Leases - estimating the incremental borrowing rate**

The company cannot readily determine the interest rate implicit in the lease, therefore, it uses its incremental borrowing rate (IBR) to measure lease liabilities. The IBR is the rate of interest that the company would have to pay to borrow over a similar term, and with a similar security, the funds necessary to obtain an asset of a similar value to the right-of-use asset in a similar economic environment. The IBR therefore reflects what the company 'would have to pay', which requires estimation when no observable rates are available. The company estimates the IBR using observable inputs (such as market interest rates) when available and is required to make certain entity-specific estimates.

**b. Intangible assets under development**

The company capitalises intangible asset under development for a project in accordance with the accounting policy. Initial capitalisation of costs is based on management's judgement that technological and economic feasibility is confirmed, usually when a product development project has reached a defined milestone according to an established project management model. In determining the amounts to be capitalised, management makes assumptions regarding the expected future cash generation of the project, discount rates to be applied and the expected period of benefits.

**c. Provision for expected credit losses of trade receivables**

The company uses a provision matrix to calculate ECLs for trade receivables. The provision rates are based on days past due for Groupings of various customer segments that have similar loss patterns.
The provision matrix is initially based on the company's historical observed default rates. The company will calibrate the matrix to adjust the historical credit loss experience with forward-looking information. For instance, if forecast economic conditions are expected to deteriorate over the next year which can lead to an increased number of defaults in the sector, the historical default rates are adjusted. At every reporting date, the historical observed default rates are updated and changes in the forward-looking estimates are analysed.
The assessment of the correlation between historical observed default rates, forecast economic conditions and ECLs is a significant estimate. The amount of ECLs is sensitive to changes in circumstances and of forecast economic conditions. The company's historical credit loss experience and forecast of economic conditions may also not be representative of customer's actual default in the future.

**d. Defined benefit plans (post-employment gratuity and other post-employment benefits)**

The cost of the defined benefit gratuity plan and other post-employment benefits and the present value of the gratuity obligation are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate; future salary increases and mortality rates. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.
The parameter most subject to change is the discount rate. In determining the appropriate discount rate for plans operated in India, the management considers the interest rates of government bonds where remaining maturity of such bond correspond to expected term of defined benefit obligation.
The mortality rate is based on publicly available mortality tables. Those mortality tables tend to change only at interval in response to demographic changes. Future salary increases and gratuity increases are based on expected future inflation rates.

**e. Legal proceedings – estimates of claims and legal processes**

The company is currently involved in a number of legal disputes. The company reviews outstanding legal cases following developments in the legal proceedings and at each reporting date, in order to assess the need for provisions and disclosures in its financial statements. Among the factors considered in making decisions on provisions are the nature of litigation, claim or assessment, the legal process and potential level of damages in the jurisdiction in which the litigation, claim or assessment has been brought, the progress of the case (including the progress after the date of the financial statements but before those statements are issued), the opinions or views of legal advisers, experience on similar cases and any decision of the company's management as to how it will respond to the litigation, claim or assessment.

**C. Fair value measurement**

A number of assets and liabilities included in the company's financial statements require measurement at, and/or disclosure of, fair value. The fair value measurement of the company's financial and non-financial assets and liabilities utilises market observable inputs and data as far as possible. Inputs used in determining fair value measurements are categorised into different levels based on how observable the inputs used in the valuation technique utilised are (the 'fair value hierarchy'):

Level 1: Quoted prices in active markets for identical items (unadjusted) Level 2: Observable direct or indirect inputs other than Level 1 inputs Level 3: Unobservable inputs (i.e. not derived from market data).
The classification of an item into the above levels is based on the lowest level of the inputs used that has a significant effect on the fair value measurement of the item. Transfers of items between levels are recognised in the period they occur.

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**Midwest Limited (formerly known as Midwest Private Limited)**
**Notes forming part of standalone financial statements**
(All amounts are Rs. in millions, unless otherwise stated)

## 3 Property, plant and equipment

| Description | Land | Improvements to Leasehold Premises | Buildings | Plant and Equipment | Mining Equipment | Furniture and Fixtures | Vehicles | Office Equipment | Electrical Installation | Computers | Water works | Total | Other Intangible assets |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| Cost | | | | | | | | | | | | | |
| **Balance as at 01 April 2022** | **902.01** | **19.59** | **116.32** | **114.91** | **970.66** | **20.10** | **71.29** | **18.81** | **46.22** | **5.47** | **9.47** | **2,294.86** | 6.20 |
| Additions | 108.20 | - | 6.13 | 49.71 | 208.75 | 1.03 | 4.93 | 3.21 | 3.05 | 1.64 | 2.18 | 388.82 | - |
| Disposals | 0.49 | - | - | 12.73 | 110.30 | - | 0.75 | - | - | - | - | 124.27 | - |
| **Balance as at 31 March 2023** | **1,009.72** | **19.59** | **122.44** | **151.89** | **1,069.10** | **21.13** | **75.48** | **22.02** | **49.27** | **7.12** | **11.65** | **2,559.41** | 6.20 |
| Additions | 39.75 | 0.00 | 0.71 | 14.31 | 157.45 | 1.17 | 7.41 | 2.88 | 0.60 | 2.13 | 0.79 | 227.20 | - |
| Disposals | 28.11 | - | - | 15.15 | 144.54 | 2.89 | 2.33 | 9.56 | 19.27 | 2.70 | 2.25 | 226.82 | - |
| **Balance as at 31 March 2024** | **1,021.36** | **19.59** | **123.15** | **151.04** | **1,082.01** | **19.41** | **80.56** | **15.34** | **30.60** | **6.54** | **10.18** | **2,559.78** | 6.20 |
| **Accumulated depreciation** | | | | | | | | | | | | | |
| **Balance as at 01 April 2022** | - | **9.65** | **27.05** | **56.59** | **323.31** | **13.55** | **41.77** | **15.37** | **22.52** | **3.56** | **2.98** | **516.34** | 5.89 |
| Depreciation for the year | - | 1.78 | 3.67 | 10.66 | 116.08 | 0.98 | 5.86 | 1.83 | 3.50 | 1.07 | 0.63 | 146.05 | - |
| Disposals | - | - | - | 6.11 | 44.90 | - | 0.71 | - | - | - | - | 51.72 | - |
| **Balance as at 31 March 2023** | - | **11.42** | **30.73** | **61.14** | **394.49** | **14.53** | **46.91** | **17.19** | **26.01** | **4.64** | **3.60** | **610.67** | 5.89 |
| Depreciation for the year | - | 1.78 | 3.80 | 9.80 | 119.40 | 1.00 | 5.77 | 1.54 | 3.21 | 1.36 | 0.70 | 148.35 | - |
| Disposals | - | - | - | 13.13 | 72.68 | 2.77 | 2.22 | 8.87 | 18.15 | 2.53 | 1.83 | 122.18 | - |
| **Balance as at 31 March 2024** | - | **13.20** | **34.52** | **57.80** | **441.21** | **12.77** | **50.47** | **9.86** | **11.07** | **3.47** | **2.47** | **636.84** | 5.89 |
| **Net carrying amount as at 31 March 2023** | **1,009.72** | **8.17** | **91.72** | **90.75** | **674.60** | **6.60** | **28.57** | **4.83** | **23.26** | **2.48** | **8.04** | **1,948.74** | 0.31 |
| **Net carrying amount as at 31 March 2024** | **1,021.36** | **6.39** | **88.63** | **93.24** | **640.80** | **6.64** | **30.09** | **5.48** | **19.53** | **3.08** | 7.71 | **1,922.94** | 0.31 |

**Note: Property, plant and equipment pledged as security**

(i) Refer note 17 & 18 for information on property, plant and equipment pledged as security by the Company

(ii) The land was revalued in the Financial Year 2018-19. The revaluation amount of Rs. 476.37 millions (31 March 2023: Rs. 570.35 millions) included in the land cost.

(iii) Other Intangible assets are fully depreciated, only residual value there.

(iv) The company has not revalued its tangible and intangible assets during the current year and previous year.

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(All amounts are Rs. in millions, unless otherwise stated)

**4 Capital work-in-progress**

| Particulars | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| Capital work-in-progress | 70.47 | 8.58 |

**Ageing - capital work-in-progress**

| Project in progress | Amount in capital work in progress for a period of | | | | |
|---|---|---|---|---|---|
| | Less than 1 year | 1-2 years | 2-3 years | More than 3 years | Total |
| As at 31 March 2023 | 8.58 | - | - | - | 8.58 |
| As at 31 March 2024 | 66.93 | 3.54 | - | - | 70.47 |

There are no projects as capital work-in-progress as at 31 March 2024 and 31 March 2023 whose completion is overdue or cost of which has exceeded in comparison to its original plan.

**5 Right-of-use assets and lease liabilities**

**(i) Movement in right-of-use assets and lease liabilities is given below:**

**a. Right-of-use assets**

| Particulars | Right-of-use assets (Land) |
|---|---|
| **Cost as at 01 April 2022** | **42.73** |
| Additions | - |
| Disposals | - |
| **Cost as at 31 March 2023** | **42.73** |
| Additions | 16.30 |
| Disposals | |
| **Cost as at 31 March 2024** | **59.03** |
| **Accumulated depreciation as at 01 April 2022** | **6.45** |
| Depreciation for the year | 2.15 |
| Disposals | - |
| **Accumulated depreciation as at 31 March 2023** | **8.60** |
| Depreciation for the year | 2.55 |
| Disposals | - |
| **Accumulated depreciation as at 31 March 2024** | **11.15** |
| **Net carrying amount as at 31 March 2023** | **34.13** |
| **Net carrying amount as at 31 March 2024** | **47.88** |

**b. Lease liabilities**

**(i) Set out below are the carrying amounts of lease liabilities and the movements during the year:**

| Particulars | Amount |
|---|---|
| **As at 01 April 2023** | |
| Additions during the year | 3.08 |
| Interest expense on lease liabilities | 0.37 |
| Payment of lease liabilities | 0.25 |
| **As at 31 March 2024** | **2.46** |

| Break up of the closing lease liabilities | |
|---|---|
| Current | 0.25 |
| Non-current | 2.21 |

**(ii) Amount recognised in statement of profit and loss:**

| Particulars | Amount |
|---|---|
| Short term leases for the year ended 31 March 2024 | 11.81 |
| Short term leases for the year ended 31 March 2023 | 11.89 |

**(iii) Contractual maturities of lease liabilities on undiscounted basis as at:**

| Particulars | Amount |
|---|---|
| Less than one year | 0.25 |
| One to five years | 1.25 |
| More than five years | 3.50 |
| | **5.00** |

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(All amounts are Rs. in millions, unless otherwise stated)

**6 Investments**

| | | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|---|
| | **Non-current investments** | | |
| 6.01 | **Investment in equity instruments** | | |
| | **(i) Investment in Subsidiaries** | | |
| | **Quoted (at amortised cost)** | | |
| | **Midwest Gold Limited (Refer note no. 49(i))** | 22.41 | 22.41 |
| | 2,309,500 (31 March 2023: 2,309,500) Equity Shares of Rs.10 each, fully paid | | |
| | **Unquoted (at amortised cost)** | | |
| | Reliance Diamond Tools Private Limited | 10.34 | 10.34 |
| | 2,350,000 (31 March 2023: 2,350,000) Equity Shares of Sri Lankan Rs.10/- each, fully paid | | |
| | Midwest Holdings Limited | 130.12 | 130.12 |
| | 1,879,514 (31 March 2023: 1,879,514) Equity Shares of GBP 1/- each, fully paid | | |
| | Midwest Heavy Sands Private Limited | 31.83 | - |
| | 11,203,490 (31 March 2023: Nil) Equity Shares of Srilankan Rs.10/- each, fully paid | | |
| | Trinco Minerals Private Limited | 25.01 | - |
| | 9,719,965 (31 March 2023: Nil) Equity Shares of Srilankan Rs.10/- each, fully paid | | |
| | Andhra Pradesh Granite (Midwest) Private Limited | 101.00 | 101.00 |
| | 8,899,990 (31 March 2023: 8,899,990) Equity Shares of Rs.10/- each, fully paid | | |
| | BEML Midwest Limited | 66.17 | 66.17 |
| | 6,617,200 (31 March 2023: 6,617,200) Equity Shares of Rs.10/- each | | |
| | Less: Impairment in value of investment | (66.17) | (66.17) |
| | Amaya Smart Technologies Private Limited | - | 9.77 |
| | Nil (31 March 2023: 977,499) Equity Shares of Rs.10/- each, fully paid | | |
| | Less: Impairment in value of investment | - | (9.77) |
| | * During the year ended 31 March 2024, the Company sold its shares for the consideraion of Rs. 0.10 million to Samunuru shyam sunder raju aganist its carrying value of Rs.9.77 million. Consequently, a loss on sale aggregating to Rs.9.68 million arised and the company has reversed its impairment provision made earlier. | | |
| | Midwest Neostone Private Limited | 87.10 | 87.10 |
| | 8,710,000 (31 March 2023: 8,710,000) Equity Shares of Rs.10/- each, fully paid | | |
| | AP Midwest Galaxy Private Limited | 1.50 | 1.50 |
| | 149,990 (31 March 2023:149,990) Equity Shares of Rs.10/- each, fully paid | | |
| | Midwest Advanced Materials Pvt Ltd (Formarly Midwest Rare Earth Pvt Ltd) | - | 1.50 |
| | Nil (31 March 2023:149,990) Equity Shares of Rs.10/- each, fully paid | | |
| | Midwest Quartz Private Limited | - | 1.50 |
| | Nil (31 March 2023: 149,990) Equity Shares of Rs.10/- each, fully paid | | |
| | Astral Granite Private Limited | - | 20.85 |
| | Nil (31 March 2023: 208,458) Equity Shares of Rs.10/- each, fully paid | | |
| | | 409.3 | 376.32 |
| | **(ii) Investment in Joint Ventures (at amortised cost)** | | |
| | South Coast Infrastructure Development Company of Andhra Pradesh Limited | 0.25 | 0.25 |
| | 25,000 (31 March 2023: 25,000) Equity Shares of Rs.10/- each, fully paid | | |
| | SMW Granites LLP* | - | 4.00 |
| | **Name of the Partner -Share in Profit (%)** | | |
| | Midwest Granite Private Limited - Nil (2023: 50%) | | |
| | Srikanth Daliya -50% (2023: 50%) | | |
| | Total Capital of the LLP - Rs.8,000,000 | | |
| | | 0.25 | 4.25 |

* During the year ended 31 March 2024, the Company sold its stake in SMW Granite LLP for the consideraion of Rs. 5.00 million to B. Narashima Reddy aganist its carrying value of Rs.4.00 million. Consequently, a gain on sale aggregating to Rs. 1.00 million arised during the year ended 31 March 2024.

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6 **Investments**

| | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| **(iii) Investment in Other Entities** | | |
| **Quoted equity shares (at fair value through profit and loss)** | | |
| Aditya Birla Fashion and Retail Limited<br>5,200 (31 March 2023 :5,200) Equity shares of Rs.10/- each, fully paid | 1.07 | 1.11 |
| Grasim Industries Limited<br>1,500 (31 March 2023: 1,500) Equity shares of Rs.2/- each, fully paid | 3.43 | 2.44 |
| Aditya Birla Capital Limited<br>2,100 (31 March 2023: 2,100) Equity shares of Rs.10/- each, fully paid | 0.37 | 0.32 |
| **Unquoted Equity Shares (at amortised cost)** | | |
| National Stock Exchange India Ltd<br>Nil (31 March 2023: 8,500) Equity shares of Rs.10/- each, fully paid | - | 25.58 |
| Midwest Energy Private Limited<br>1,000 (31 March 2023: 1000) Equity shares of Rs.10/-each, fully paid | 0.01 | 0.01 |
| | 4.88 | 29.46 |
| **Total (equity instruments)** | **414.44** | **410.03** |
| **6.02 Investment in preference shares** | | |
| **(i) Investment in Subsidiaries (at amortised cost)** | | |
| **Midwest Holdings Limited**<br>4,793,911 (31 March 2023: 4,793,911) 14% Non- Cumulative Preference Shares of USD 1 each, fully paid | 317.86 | 317.86 |
| | **317.86** | **317.86** |
| **(ii) Investment in Other Entities** | | |
| **Midwest Energy Private Limited - Preference Shares of Rs.100 each**<br>13,470,000 (31 March 2023: 12,620,000) 9% Non-Cummulative Preference Shares of Rs.10/- each, fully paid | 134.70 | 126.20 |
| | **134.70** | **126.20** |
| **Total (preference shares)** | **452.56** | **444.06** |
| **6.03 Investments in Mutual Funds (at fair value through profit and loss)** | | |
| **Baring Private Equity India AIF 2**<br>150 (2023: 150) Units of Rs.1,00,000/- each, Paid up Rs. 85,000/- (2023: Rs. 45,000) each | 14.08 | 6.23 |
| **Kotak Pre IPO Opportunuties Fund - Investment**<br>25,395.875 (31 March 2023: 19,484.706) Units of Rs.1000/- each, fully paid | 25.29 | 19.02 |
| **Nippon India Mutual FUnd BeES (formerly known as Reliance ETF Liquid BeES)**<br>0.725 (31 March 2023:747.692)Units of Rs.1000/- each, fully paid | - | 0.75 |
| **Fireside Ventures Investment Fund III**<br>75 Units (31 March 2023:37.5 Units) of Rs.100,000/- each, fully paid | 6.77 | 2.75 |
| **Total (Investment in Mutual Funds)** | **46.14** | **28.75** |
| **6.04 Investments in LLP** | | |
| **-In Subsidiaries (at amortised cost)** | | |
| Deccan Silica LLP | 6.47 | 6.47 |
| **Name of the Partner - Share in Profit (%)** | | |
| Midwest Granite Private Limited -75% | | |
| Rama Raghava Reddy Kollareddy -20.50% | | |
| Ravindra Reddy Guntaka -2.25% | | |
| M.V.V.Nagi Reddy -2.25% | | |
| **Total Capital of the LLP -Rs. 7.348 Millions** | | |
| **6.05 Investment in partnership firms:** | | |
| **-In Subsidiaries (at amortised cost)** | | |
| Baahula Minerals | 2.00 | 2.00 |
| **Name of the Partner -Share in Profit (%)** | | |
| Suman Madhavarapu -25% | | |
| Mahesh Rao Tannera -25% | | |
| Midwest Granite Private Limited -50% | | |
| **Total Capital of the firm -Rs.4.00 Millions** | | |

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(All amounts are Rs. in millions, unless otherwise stated)

6 **Investments**

| | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| **Maitreya Minerals** | 5.00 | - |
| **Name of the Partner -Share in Profit (%)** | | |
| Midwest Granite Private Limited -98% | | |
| KollaReddy Ramachandra - 0.50% | | |
| Kukreti Soumya - 0.50% | | |
| **Total Capital of the firm -Rs.5.00 Millions** | | |
| **NDR Mining Co** | 2.00 | 2.00 |
| **Name of the Partner -Share in Profit (%)** | | |
| Rayapalli Durga Prasad - 0.50% | | |
| Rayapalli Latha - 0.50% | | |
| Midwest Granite Private Limited -98% | | |
| KollaReddy Ramachandra - 0.50% | | |
| Kukreti Soumya - 0.50% | | |
| **Total Capital of the firm -Rs.2.041 Millions** | | |
| **Total (Investment in Partnership firms)** | **15.47** | **10.47** |
| **Total Non-current investments** | **928.61** | **893.31** |
| Aggregate amount of quoted investments | **73.42** | **55.03** |
| Aggregate amount of unquoted investments | **921.36** | **914.22** |
| Impairment of investments | **(66.17)** | **(75.94)** |
| **Current investments** | | |
| 6.06 **Investment in equity instruments:** | | |
| **Quoted (at fair value through profit and loss)** | | |
| Axis Bank Limited<br>Nil (31 March 2023: 1,000) Equity shares of Rs.2/- each, fully paid | - | 0.86 |
| Bombay Burmah Trading Corporation Limited<br>Nil (31 March 2023: 1,000) Equity shares of Rs.2/- each, fully paid | - | 0.81 |
| DCB Bank Limited<br>Nil (31 March 2023: 5,000) Equity shares of Rs.10/- each, fully paid | - | 0.59 |
| Exide Industries Limited<br>Nil (2023: 5,000) Equity shares of Rs.1/- each, fully paid | - | 0.89 |
| Heranba Industries Limited<br>Nil (31 March 2023: 1,500) Equity shares of Rs.10/- each, fully paid | - | 0.42 |
| Hindustan Aeronautics Limited<br>Nil ( 31 March 2023: 450) Equity shares of Rs.10/- each, fully paid | - | 1.23 |
| ICICI Bank Limited<br>Nil ( 31 March 2023: 1,000) Equity shares of Rs.2/- each, fully paid | - | 0.88 |
| Pokarna Limited<br>Nil ( 31 March 2023:3,000) Equity shares of Rs.2/- each, fully paid | - | 0.73 |
| TGV Sraac Limited<br>Nil ( 31 March 2023: 8,000) Equity shares of Rs.10/- each, fully paid | - | 0.78 |
| | **-** | **7.19** |
| 6.07 **Investment in Mutual Funds :** | | |
| **Quoted (at fair value through profit and loss)** | | |
| Aditya Birla Sun Life Arbitrage Fund - Growth<br>4,321,322.60 Units ( 31 March 2023: Nil) fully paid | 105.31 | - |
| ICICI Prudential Equity - Arbitrage Fund - Growth<br>2,671,260.29 Units (31 March 2023: Nil) fully paid | 84.01 | - |
| Total Investment in Mutual Funds (Hybrid) | **189.32** | **-** |
| **Total current investments** | **189.32** | **7.19** |
| Aggregate amount of quoted investments | 189.32 | 7.19 |
| Aggregate amount of unquoted investments | - | - |
| **Current** | **189.32** | **7.19** |
| **Non- Current** | **928.61** | **893.31** |
| | **1,117.93** | **900.50** |

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## 7 Other financial assets

| | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| **Non-current** | | |
| Security deposits | 17.42 | - |
| Other receivables* | 67.20 | 95.06 |
| | **84.62** | **95.06** |

*Unassigned keyman insurance policies accrued benefits

| | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| **Current** | | |
| Interest accrued on fixed deposits | 0.23 | - |
| Forward foreign exchange contracts ** | 0.03 | 0.17 |
| Other receivables* | 93.76 | - |
| | **94.02** | **0.17** |

* Note : This includes
(i) Mutual funds sold by the Company on 28 March 2024, however the settlement occurred post 31 March 2024.
(ii) The Company sold NSE equity shares, however the consideration will be received from the buyer on approval of the transaction by NSE.
(iii) Unassigned keyman insurance policies accrued benefits.
** Hedge accounting : The Company designates its foreign exchange forward contracts as cash flow hedges to mitigate the risk of foreign exchange exposure on highly probable forecasted revenue transactions. Cash flow hedges:The effective portion of changes in fair value of derivatives that are designated and qualify as cash flow hedges is recognized in other comprehensive Income ad accumulated under the heading of cash flow hedging reserve. The gain or loss relating to the ineffective portion is recognized immediately in profit or loss.

## 8 Deferred tax asset (net)

| | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| **Deferred tax liability:** | | |
| **Arising on account of temporary differences in:** | | |
| Property, plant and equipment | (3.52) | (11.40) |
| Other receivables | (27.57) | (23.93) |
| Financial assets measured at FVTPL | (2.13) | (0.03) |
| Right-of-use of asset | (0.51) | - |
| Prepaid expenses | (3.08) | - |
| | **(36.81)** | **(35.36)** |
| **Deferred tax asset:** | | - |
| Expenses allowable on the basis of payment | 7.26 | 7.60 |
| Provision for impairment of investments | 16.65 | 19.11 |
| Provision for expected credit loss allowances | 11.59 | 2.65 |
| Provision for doubtful advances | 12.03 | 15.43 |
| Provision for employee benefits | 9.42 | 8.34 |
| Lease liabilities | 0.62 | - |
| Prepaid expenses | 6.07 | - |
| Disallowance U/s.40a(ia) | 0.15 | - |
| | **63.79** | **53.13** |
| | **26.98** | **17.77** |

## 9 Other non-current assets

| | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| Capital advances | 285.48 | 116.53 |
| Prepaid Expenses | 12.23 | - |
| Security deposits | 118.16 | 76.24 |
| Balance with government authorities | 67.11 | 62.99 |
| Other receivable* | 6.50 | 21.52 |
| Provision for other receivable | (6.50) | (6.50) |
| | **482.98** | **270.78** |

* Note: This amount was given to M/s Venkateswara Granites prior to 2013-14, the same has been provided for in the books.

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Midwest Limited Hyderabad

Midwest Limited (formerly known as Midwest Private Limited)
Notes forming part of standalone financial statements
(All amounts are Rs. in millions, unless otherwise stated)

## 10 Inventories *

| | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| Raw material (at cost) | 9.64 | 0.61 |
| Work-in-progress | 2.31 | 0.43 |
| Finished goods | 202.96 | 300.25 |
| Stock-in-trade | 6.98 | 6.54 |
| Stores and spare parts (at cost)** | 65.87 | 91.61 |
| | **287.76** | **399.44** |

* Valued at lower of cost and net realisable value
** Stores and spare parts includes material in transit Rs. 5.13 Mn.

## 11 Trade receivables

| | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| **Trade receivables** | | |
| Secured, Considered good. | 194.14 | 349.93 |
| Unsecured, | | |
| -Considered good (refer notes below) | 275.98 | 117.04 |
| -Credit impaired | 46.05 | 10.51 |
| | **516.17** | **477.48** |
| Less: Allowance for credit impaired | (46.05) | (10.51) |
| | **470.12** | **466.97** |

Note:
(i). No trade or other receivable are due from directors or other officers of the company either severally or jointly with any other person.
(ii). Trade receivables are non-interest bearing and generally on terms of 90 to 120 days.
(iii). Trade Receivables are hypothecated with banks where working capital financing is sanctioned.
(iv). Trade receivables include debts from related parties refer note no 36.
(v). The Company's exposure to credit and currency risks, and loss allowances related to trade receivables are disclosed in note no. 41.

| Movement in the allowance for credit impaired is as follows: | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| Opening balance | 10.51 | 49.50 |
| Credit loss added | 35.54 | 3.97 |
| Reversal during the period | - | (42.96) |
| Closing balance | 46.05 | 10.51 |

**a. Trade receivables ageing schedule as at 31 March 2024 is as follows:**

| Particulars | Not Due | Outstanding for following period from due date of payment | | | | | Total |
|---|---|---|---|---|---|---|---|
| | | Less than 6 months | 6 months - 1 year | 1- 2 years | 2-3 years | More than 3 years | |
| (i) Undisputed trade receivables – considered good | 194.14 | 240.42 | 11.08 | 16.51 | 2.18 | 5.79 | 470.12 |
| (ii) Undisputed trade receivables – which have significant increase in credit risk | - | 8.50 | 1.24 | 5.42 | 6.50 | 24.39 | 46.05 |
| (iii) Undisputed trade receivables – credit impaired | - | - | - | - | - | - | - |
| (iv) Disputed trade receivables– considered good | - | - | - | - | - | - | - |
| (v) Disputed trade receivables – which have significant increase in credit risk | - | - | - | - | - | - | - |
| (vi) Disputed trade receivables – credit impaired | - | - | - | - | - | - | - |
| **Total** | **194.14** | **248.92** | **12.32** | **21.93** | **8.68** | **30.18** | **516.17** |
| Less: Impairment loss on credit impaired trade receivables | - | - | - | - | - | - | (46.05) |
| **Total** | **194.14** | **248.92** | **12.32** | **21.93** | **8.68** | **30.18** | **470.12** |

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(All amounts are Rs. in millions, unless otherwise stated)

**b. Trade receivables ageing schedule as at 31 March 2023 is as follows:**

| Particulars | Not Due | Outstanding for following period from due date of payment | | | | | Total |
|---|---|---|---|---|---|---|---|
| | | Less than 6 months | 6 months - 1 year | 1- 2 years | 2-3 years | More than 3 years | |
| (i) Undisputed trade receivables – considered good | 134.25 | 232.85 | 63.16 | 7.59 | 5.12 | 24.00 | 466.97 |
| (ii) Undisputed trade receivables – which have significant increase in credit risk | - | - | 3.24 | 1.88 | 1.28 | 2.77 | 9.17 |
| (iii) Undisputed trade receivables – credit impaired | - | - | - | - | - | - | - |
| (iv) Disputed trade receivables– considered good | - | - | - | - | - | - | - |
| (v) Disputed trade receivables – which have significant increase in credit risk | - | - | - | - | - | 1.34 | 1.34 |
| (vi) Disputed trade receivables – credit impaired | - | - | - | - | - | - | - |
| **Total** | **134.25** | **232.85** | **66.40** | **9.47** | **6.40** | **28.11** | **477.48** |
| Less: Impairment loss on credit impaired trade receivables | - | - | - | - | - | - | (10.51) |
| **Total** | **134.25** | **232.85** | **66.40** | **9.47** | **6.40** | **28.11** | **466.97** |

There are no unbilled dues, hence the same is not disclosed in the ageing schedule

**12 (a) Cash and cash equivalents**

| | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| Cash on hand | 0.04 | 0.52 |
| Balances with banks | | |
| - in current accounts | 31.41 | 25.42 |
| | **31.45** | **25.94** |

**12 (b) Bank balances other than Cash and cash equivalents:**

| | | |
|---|---|---|
| - Balances with banks held as margin money | 11.14 | 8.54 |
| | **11.14** | **8.54** |
| | **42.59** | **34.48** |

**Note:**

(i) Refer Note 41 for information about the Company's exposure to financial risks

**13 Loans**

| | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| **Non-current** | | |
| **Unsecured, considered good** | | |
| Loans to related parties (refer note No 36) | 162.79 | - |
| | **162.79** | - |
| **Current** | | |
| **Unsecured, considered good** | | |
| Loans to related parties (refer note No 36) | 331.14 | 310.37 |
| Loans to others | 29.63 | 27.25 |
| | **360.77** | **337.62** |

**Note:**

**Particulars of loans given, as required by sub-section 4 of Section 186 of the Companies Act 2013**

| Particulars | Related/ Not Related | As at 31 March 2024 | As at 31 March 2023 | Period As at 31 March 2024 | Period As at 31 March 2023 | Interest Rate as at 31 March 2024 | Interest Rate as at 31 March 2023 |
|---|---|---|---|---|---|---|---|
| Midwest Neostone Private Limited | Related | 96.02 | 14.86 | 5 years | 5 years | 9% | 9% |
| Maitreya Minerals | Related | 10.83 | - | 2 years | NA | 9% | NA |
| Baahula Minerals | Related | 54.51 | - | 2 years | NA | 9% | NA |
| NDR Mining Co | Related | 1.43 | - | 2 years | NA | 9% | NA |
| Midwest Gold Limited | Related | 146.71 | 130.09 | 8 years | 8 years | 9% | 9% |
| Midwest Gold Limited | Related | 121.12 | 121.12 | NA | NA | Interest Free (Prior to 2013) | Interest Free (Prior to 2013) |
| South Coast Infrastructure Development Company of Andhra Pradesh Limited | Related | 30.01 | 30.01 | NA | NA | Interest Free (Prior to 2013) | Interest Free (Prior to 2013) |
| Midwest Energy Private Limited | Related | 1.90 | - | 2 years | NA | 9% | NA |
| Midwest Advanced Materials Private Limited (Formerly known as Midwest Rare Earths Private Limited) | Related | 31.41 | 14.29 | 2 year | 2 year | 9% | 9% |
| MR Granites | Not Related | 29.63 | 27.25 | 1 years | 1 years | 9% | 9% |

The loans are given for general corporate purpose.

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(All amounts are Rs. in millions, unless otherwise stated)

**14 Other current assets**

| | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| Advance to suppliers | 90.53 | 146.87 |
| Advances to employees | 5.76 | - |
| Balance with government authorities | 204.75 | 127.12 |
| Deposits against legal cases | 15.81 | 15.81 |
| Prepaid expenses | 24.17 | 26.41 |
| | **341.02** | **316.21** |

**15 Equity Share capital**

| | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| **Authorised share capital** | | |
| 1,257,000(31 March 2023: 1,257,000) Equity shares of Rs.100/- each | 125.70 | 125.70 |
| **Issued, subscribed and paid up** | | |
| 966,069 (31 March 2023: 74,313) Equity shares of Rs.100/- each | 96.61 | 7.43 |
| | **96.61** | **7.43** |

**i) Reconciliation of authorised share capital**

| Particulars | As at / for the year ended 31 March 2024 | | As at / for the year ended 31 March 2023 | |
|---|---|---|---|---|
| | No. of shares | Amount in Rs. Mn | No. of shares | Amount in Rs. Mn |
| Outstanding at the beginning of the year | 1,257,000 | 125.70 | 1,257,000 | 125.70 |
| Changes during the year | - | - | - | - |
| Outstanding at the end of the year | 1,257,000 | 125.70 | 1,257,000 | 125.70 |

**ii) Reconciliation of equity shares outstanding at the beginning and at the end of the year:**

| Particulars | As at / for the year ended 31 March 2024 | | As at / for the year ended 31 March 2023 | |
|---|---|---|---|---|
| | No. of shares | Amount in Rs. Mn | No. of shares | Amount in Rs. Mn |
| Outstanding at the beginning of the year | 74,313 | 7.43 | 74,313 | 7.43 |
| **Add:** | | | | |
| Issue of bonus shares during the year * | 8,91,756 | 89.18 | - | - |
| Outstanding at the end of the year | 9,66,069 | 96.61 | 74,313 | 7.43 |

* During the year, the company issued bonus shares in the ratio of 12 equity shares of Rs. 100 each for every 1 (one) equity share held by the shareholders.

**iii) Rights, preferences and restrictions attached to equity shares of Rs. 100 each, fully paid up:**

The Company had only one class of equity shares having par value of Rs.100 per share. Each holder of equity shares is entitled to one vote per share. The Company declares and pays dividends in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

**iv) Shares held by shareholders holding more than 5% in the Company as at:**

| Name of Shareholder | As at / for the year ended | | % Change during the year | As at / for the year ended | |
|---|---|---|---|---|---|
| | No. of shares | % of Holding | | No. of shares | % of Holding |
| Mr. K. Rama Raghava Reddy | 843,518 | 87.31% | 0.00% | 64,886 | 87.31% |
| Mr. G. Ravindra Reddy | 91,000 | 9.42% | 0.00% | 7,000 | 9.42% |

**v) Shareholding of promoters**

| Name of promoter | As at / for the year ended 31 March 2024 | | | As at / for the year ended 31 March 2023 | |
|---|---|---|---|---|---|
| | No. of Shares | % Holding | % Change during the period | No. of Shares | % Holding |
| Mr. K. Rama Raghava Reddy | 843,518 | 87.31% | 0.00% | 64,886 | 87.31% |
| Mr. K. Ramachandra | 1,300 | 0.13% | 0.00% | 100 | 0.13% |

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(All amounts are Rs. in millions, unless otherwise stated)

## 16 Other equity

| | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| Retained earnings (refer note i) | 3,885.79 | 3,293.02 |
| Capital reserve (refer note ii) | 17.66 | 17.66 |
| Capital redemption reserve (refer note iii) | 1.80 | 1.80 |
| General reserve (refer note iv) | 51.54 | 140.71 |
| Forfeited shares (refer note v) | 0.07 | 0.07 |
| Other comprehensive income (refer note vi) | (5.86) | (2.48) |
| | **3,951.00** | **3,450.78** |

**Notes:**

**i) Retained earnings**

| | As at / for the year ended 31 March 2024 | As at / for the year ended 31 March 2023 |
|---|---|---|
| Balance at the beginning of the year | 3,293.02 | 2,840.84 |
| Profit for the year | 726.53 | 452.18 |
| Dividend paid during the year | (133.76) | - |
| | **3,885.79** | **3,293.02** |

**ii) Capital reserve**

| | As at / for the year ended 31 March 2024 | As at / for the year ended 31 March 2023 |
|---|---|---|
| Balance at the beginning of the year | 17.66 | 17.66 |
| Transaction during the year | - | - |
| | **17.66** | **17.66** |

**iii) Capital redemption reserve***

| | As at / for the year ended 31 March 2024 | As at / for the year ended 31 March 2023 |
|---|---|---|
| Balance at the beginning of the year | 1.80 | 1.80 |
| Transaction during the year | - | - |
| | **1.80** | **1.80** |

*It represents an amount equal to the nominal value of the equity shares redeemed, transferred from retained earnings at the time of redemption of equity shares to the capital redemption reserve. The reserve will be utilised only for limited purposes in accordance with the provisions of the Companies Act, 2013.

**iv) General reserve**

| | As at / for the year ended 31 March 2024 | As at / for the year ended 31 March 2023 |
|---|---|---|
| Balance at the beginning of the year | 140.71 | 140.71 |
| Bonus shares allotted | (89.17) | - |
| | **51.54** | **140.71** |

**v) Forfeited shares**

| | As at / for the year ended 31 March 2024 | As at / for the year ended 31 March 2023 |
|---|---|---|
| Balance at the beginning of the year | 0.07 | 0.07 |
| Transaction during the year | - | - |
| | **0.07** | **0.07** |

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**vi) Other comprehensive income (OCI)**

| | As at / for the year ended 31 March 2024 | As at / for the year ended 31 March 2023 |
|---|---|---|
| Remeasurement of defined benefit obligations (liability net of tax)# | | |
| Balance at the beginning of the year | (2.48) | (4.20) |
| Actuarial gains/(loss) recognised during the year | (4.52) | 2.30 |
| Income-tax thereon | 1.14 | (0.58) |
| | **(5.86)** | **(2.48)** |

#Remeasurement of defined benefit obligation represents the actuarial gain/(loss) recognised on the defined benefit liabilities and will not be reclassified to retained earnings.

**17 Non - current borrowings**

| | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| **Secured** | | |
| Term loan | | |
| - from Banks (refer note 17.1) | 559.62 | 561.58 |
| - from other parties | - | 12.85 |
| | **559.62** | **574.43** |
| Less : Current maturities of long term borrowings | (202.66) | (200.20) |
| | **356.96** | **374.23** |

**Note 17.1 Details of Non-current borrowings :**

**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 |
|---|---|---|---|---|---|
| **(a) Secured:** | | | | | |
| **1.Against Hypothecation of Vehicles and personal guarantee by the Director of the company** | | | | | |
| Yes Bank Limited | 2.91 | 8.92 | 0.17 | 3 | 3 months |
| HDFC Bank Limited | 1.88 | 8.35 | 1.48 | 45 | 3 Years and 9 months |
| Federal Bank Limited | 1.74 | 8.80 | 1.61 | 44 | 3 Years and 8 months |
| HDFC Bank Limited | 3.66 | 8.90 | 3.61 | 59 | 4 Years and 11 months |
| **2.Against Hypothecation of Mining Equipment and guaranteed by one of the directors of the company** | | | | | |
| Yes Bank Limited | 9.45 | 9.83 | 0.46 | 3 | 3 months |
| Yes Bank Limited | 9.45 | 9.83 | 0.62 | 3 | 3 months |
| Axis Bank Limited | 19.12 | 8.77 | 3.73 | 8 | 8 months |
| Axis Bank Limited | 8.88 | 8.77 | 1.94 | 9 | 9 months |
| Axis Bank Limited | 4.60 | 8.77 | 1.01 | 9 | 9 months |
| HDFC Bank Limited | 21.31 | 7.26 to 7.33 | 9.81 | 20 | 1 Year and 8 months |
| Axis Bank Limited | 16.10 | 8.31 & 8.62 | 3.88 | 10 | 10 months |
| ICICI Bank Limited | 18.11 | 8.00 | 4.84 | 12 | 1 Year |
| HDFC Bank Limited | 37.77 | 8.70 | 13.78 | 19 | 1 Year and 7 months |
| Yes Bank Limited | 35.46 | 9.83 | 4.44 | 6 | 6 months |
| Yes Bank Limited | 5.40 | 9.87 | 0.15 | 2 | 2 months |
| Yes Bank Limited | 15.65 | 9.16 & 9.18 | 13.27 | 38 | 3 Years and 2 months |
| Yes Bank Limited | 26.90 | 8.75 | 17.30 | 28 | 2 Years and 4 months |

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(All amounts are Rs. in millions, unless otherwise stated)

| | | | | | |
|---|---|---|---|---|---|
| HDFC Bank Limited | 42.00 | 11.14 | 30.43 | 53 | 4 Years and 5 months |
| HDFC Bank Limited | 7.90 | 8.65 | 0.59 | 3 | 3 months |
| HDFC Bank Limited | 8.06 | 8.65 | 0.60 | 3 | 3 months |
| HDFC Bank Limited | 24.50 | 8.65 | 1.82 | 3 | 3 months |
| HDFC Bank Limited | 30.34 | 8.25 & 8.26 | 5.16 | 7 | 7 months |
| ICICI Bank Limited | 41.72 | 7.30 | 22.41 | 23 | 1 Years and 11 months |
| HDFC Bank Limited | 28.01 | 7.25 | 15.29 | 24 | 2 Years |
| HDFC Bank Limited | 8.55 | 7.02 | 4.84 | 25 | 2 Years and 1 month |
| ICICI Bank Limited | 41.71 | 8.10 & 8.09 | 24.39 | 25 | 2 Years and 1 month |
| ICICI Bank Limited | 17.39 | 8.10 | 10.54 | 27 | 2 Years and 3 months |
| HDFC Bank Limited | 30.23 | 7.75 | 20.95 | 31 | 2 Years and 7 months |
| HDFC Bank Limited | 7.01 | 9.00 | 5.58 | 36 | 3 Years |
| HDFC Bank Limited | 3.58 | 9.00 | 2.85 | 36 | 3 Years |
| Kotak Mahindra Bank Limited | 54.20 | 7.9,8.74& 9.63 | 51.62 | 44 | 3 Years and 8 months |
| HDFC Bank Limited | 50.00 | 9.00 | 50.00 | 47 | 3 Years and 11 months |
| Yes Bank Limited | 30.04 | 9.50 | 30.04 | 46 | 3 Years and 10 months |
| HDFC Bank Limited | 10.76 | 8.75 | 8.29 | 36 | 3 Years |
| HDFC Bank Limited | 9.98 | 9.00 | 8.89 | 41 | 3 Years and 5 months |
| HDFC Bank Limited | 4.42 | 7.25 | 2.13 | 21 | 1 Year and 9 months |
| HDFC Bank Limited | 38.51 | 7.20 | 19.37 | 22 | 1 Year and 10 months |
| HDFC Bank Limited | 48.77 | 8.25 | 9.45 | 8 | 8 months |
| HDFC Bank Limited | 17.80 | 8.25 | 3.03 | 7 | 7 months |
| Federal Bank Limited | 29.04 | 8.80 | 26.94 | 44 | 3 Years and 8 months |
| HDFC Bank Limited | 55.00 | 9.05 | 55.00 | 52 | 4 Years and 4 months |
| HDFC Bank Limited | 75.00 | 9.17 | 63.68 | 50 | 4 Years and 2 months |
| HDFC Bank Limited | 14.20 | 9.25 | 3.60 | 9 | 9 months |
| **Total of term loans from banks secured** | **967.11** | | **559.62** | | |

Note:

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

The details of financial and non financial assets pledged as security for current and non-current borrowings are disclosed in Note No.3.

## 18 Current borrowings

| | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| **Secured** | | |
| Working capital loans (refer below note) | 82.61 | 276.74 |
| Current maturities of long term borrowings (refer note 17) | 202.66 | 200.20 |
| Interest accrued but not due on borrowings | - | 2.37 |
| | **285.27** | **479.31** |

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(All amounts are Rs. in millions, unless otherwise stated)

Note:

**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 with security coverage of 41% of property - 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 @ 3 months T Bill rate plus 2.40 %

**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

**From Shinhan Bank**

**Security:** Duly and unconditionally accepted documents (bills) backed by Letter of Credits

The above loans carry's interest @ SOFR plus spread p.a

The details of financial and non financial assets pledged as security for current and non-current borrowings are disclosed in Note No.3.

## 19 Trade payables

| | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| Trade payables | | |
| - Total outstanding dues of micro and small enterprises (refer note : 39) | 27.80 | - |
| - Total outstanding dues of creditors other than micro and small enterprises | 60.98 | 107.15 |
| | **88.78** | **107.15** |

Notes:
(i). Refer note 41 for the Company's liquidity and currency risk management process
(ii). Trade payables are non-interest bearing and are normally settled in 30-90 day terms.

**Trade payables ageing schedule as at 31 March 2024**

| Particulars | Payables Not Due | Outstanding for following periods from due date of payment: Less than 1 year | 1-2 years | 2-3 years | More than 3 years | Total |
|---|---|---|---|---|---|---|
| (i) MSME | - | 27.80 | - | - | - | 27.80 |
| (ii) Others | - | 50.18 | 0.12 | 0.70 | 9.98 | 60.98 |
| (iii) Disputed dues - MSME | - | - | - | - | - | - |
| (iv) Disputed dues - Others | - | - | - | - | - | - |
| (v) Unbilled dues | - | - | - | - | - | - |
| | - | **77.98** | **0.12** | **0.70** | **9.98** | **88.78** |

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(All amounts are Rs. in millions, unless otherwise stated)

**Trade payables ageing schedule as at 31 March 2023**

| Particulars | Payables Not Due | Outstanding for following periods from due date of payment | | | | |
|---|---|---|---|---|---|---|
| | | Less than 1 year | 1-2 years | 2-3 years | More than 3 years | Total |
| (i) MSME | - | - | - | - | - | - |
| (ii) Others | - | 81.62 | 13.76 | 1.54 | 10.23 | 107.15 |
| (iii) Disputed dues - MSME | - | - | - | - | - | - |
| (iv) Disputed dues - Others | - | - | - | - | - | - |
| (v) Unbilled dues | - | - | - | - | - | - |
| | **-** | **81.62** | **13.76** | **1.54** | **10.23** | **107.15** |

## 20 Other financial liabilities

| | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| **Non-current** | | |
| Deposits from customers | 150.17 | - |
| Advance Income | 24.12 | - |
| | **174.29** | **-** |
| **Current** | | |
| Employee benefits payable | 17.10 | 38.58 |
| Interest accrued but not due on borrowings | 2.46 | - |
| Capital creditors | 5.80 | - |
| Other payables* | 8.15 | 8.09 |
| | **33.51** | **46.67** |

* Note: Payable to baahula minerals.

## 21 Provisions

| | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| Provision for employee benefits | | |
| i. Provision for gratuity (Refer note no. 40) | | |
| Non-current | 26.89 | 25.80 |
| Current | 10.53 | 7.34 |
| ii. Provision for compensated absences | | |
| Non-current | 9.32 | 8.39 |
| Current | 4.17 | 2.91 |
| | **50.91** | **44.44** |
| Non-current | 36.21 | 34.19 |
| Current | 14.70 | 10.25 |

## 22 Other non-current liabilities

| | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| Deposits from customers | - | 2.24 |
| | **-** | **2.24** |

## 23 Other Current liabilities

| | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| Statutory due payable | 5.45 | 4.98 |
| Advance from customers | 452.20 | 297.99 |
| | **457.65** | **302.97** |

## 24 Current tax liabilities (net)

| | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| Current tax payable | 221.00 | 142.00 |
| **Current tax assets** | | |
| Advance tax including self assessment tax | (185.00) | (110.00) |
| TDS and TCS receivable | (20.26) | (16.46) |
| | **15.74** | **15.54** |

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(All amounts are Rs. in millions, unless otherwise stated)

| | | Year ended 31 March 2024 | Year ended 31 March 2023 |
|---|---|---|---|
| 25 | **Revenue from operations** | | |
| | **Revenue from contracts with customers (Refer Note 44)** | | |
| | Sale of products | 3,334.47 | 3,047.86 |
| | Sale of traded goods | 82.50 | 40.46 |
| | **Other operating revenue** | | |
| | - Scrap sales | 3.65 | 11.36 |
| | - Export incentives | 0.04 | 0.04 |
| | | **3,420.66** | **3,099.72** |

| | | Year ended 31 March 2024 | Year ended 31 March 2023 |
|---|---|---|---|
| 26 | **Other income** | | |
| | Rental income | 5.40 | 11.69 |
| | Interest income: | | |
| | - On fixed deposits | 3.39 | 3.18 |
| | - On loans | 20.26 | 16.78 |
| | - Interest on security deposits | 6.54 | - |
| | Other non-operating income | | |
| | Liabilities no longer required written back | 26.42 | 47.75 |
| | Net gain on foreign exchange transactions and translations | 1.01 | - |
| | Fair value of current investment measured at FVTPL | 8.35 | - |
| | Dividend income | 134.51 | 89.72 |
| | Income from job work | - | 6.23 |
| | Miscellaneous income | 13.49 | 14.26 |
| | | **219.37** | **189.61** |

| | | Year ended 31 March 2024 | Year ended 31 March 2023 |
|---|---|---|---|
| 27 | **Quarry expenses** | | |
| | Quarry expenses | 140.81 | 163.98 |
| | Feet drilling expenses | 25.32 | 29.02 |
| | Raw block cutting expenses | 61.60 | 94.35 |
| | Wire saw cutting expenses | 136.10 | 160.43 |
| | Equipment hiring charges | 1.98 | 13.79 |
| | | **365.81** | **461.57** |

| | | Year ended 31 March 2024 | Year ended 31 March 2023 |
|---|---|---|---|
| 28 | **Seigniorage and cess fees** | | |
| | Royalty expenses | 184.66 | 194.87 |
| | Consideration - ADMG | 82.62 | 93.52 |
| | Other royalty expenses* | 26.43 | 30.69 |
| | | **293.71** | **319.08** |

*It includes SMETF (State Mineral Exploration Trust Fund), DMETF (District Mineral Exploration Trust Fund), Merit, DMF (District Mineral Foundation) and Cess on royalty

| | | Year ended 31 March 2024 | Year ended 31 March 2023 |
|---|---|---|---|
| 29 | **Cost of materials consumed** | | |
| (a) | Inventory at the beginning of the year | 0.61 | 16.75 |
| | Add: Purchases during the year | 76.37 | 55.09 |
| | Less: Inventory at the end of the year | 9.64 | 0.61 |
| | | **67.34** | **71.23** |

| | | Year ended 31 March 2024 | Year ended 31 March 2023 |
|---|---|---|---|
| (b) | **Changes in inventories of finished goods, stock-in-trade and work-in-progress** | | |
| | **Inventories at the beginning of the year** | | |
| | Work-in-progress | 0.43 | 2.30 |
| | Finished goods | 300.25 | 205.46 |
| | Stock-in-trade | 6.54 | 6.54 |
| | | **307.22** | **214.30** |
| | **Inventories at the end of the year** | | |
| | Work-in-progress | 2.31 | 0.43 |
| | Finished goods | 202.96 | 300.25 |
| | Stock-in-trade | 6.98 | 6.54 |
| | | **212.25** | **307.22** |
| | **Net decrease/(increase)** | **94.97** | **(92.92)** |
| | **Total materials consumed** | **162.31** | **(21.69)** |

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(All amounts are Rs. in millions, unless otherwise stated)

| 30 | Consumption of stores and spares | Year ended 31 March 2024 | Year ended 31 March 2023 |
|---|---|---|---|
| | Inventory at the beginning of the year | 91.61 | 106.24 |
| | Add: Purchases | 534.41 | 667.86 |
| | Less: Inventory at the end of the year | 65.87 | 91.61 |
| | | **560.15** | **682.49** |

| 31 | Employee benefits expenses | Year ended 31 March 2024 | Year ended 31 March 2023 |
|---|---|---|---|
| | Salaries, wages, bonus and other allowances | 221.66 | 227.99 |
| | Contribution to provident and other funds | 6.13 | 6.19 |
| | Gratuity and compensated absences expenses (refer note 40) | 10.82 | 8.08 |
| | Staff welfare expenses | 21.22 | 18.03 |
| | | **259.83** | **260.29** |

| 32 | Finance costs | Year ended 31 March 2024 | Year ended 31 March 2023 |
|---|---|---|---|
| | Interest on term loans | 44.40 | 47.27 |
| | Interest on working capital | 9.87 | 12.13 |
| | Interest expense on lease liabilities | 6.02 | - |
| | Interest on delay in payment of taxes | 0.02 | 0.21 |
| | Other finance costs | 2.10 | 2.15 |
| | | **62.41** | **61.76** |

| 33 | Depreciation and amortisation expense | Year ended 31 March 2024 | Year ended 31 March 2023 |
|---|---|---|---|
| | Depreciation of property, plant and equipment (Refer Note 3) | 148.35 | 146.05 |
| | Amortisation of right-of-use assets (Refer Note 5) | 2.55 | 2.15 |
| | | **150.90** | **148.20** |

| 34 | Other expenses | Year ended 31 March 2024 | Year ended 31 March 2023 |
|---|---|---|---|
| | Job work charges | 1.78 | 1.44 |
| | Repairs and maintenance : | | |
| | - Machinery | 255.47 | 226.54 |
| | - Others | 10.53 | 13.80 |
| | Transportation charges | 118.85 | 118.66 |
| | Power and fuel | 67.89 | 63.45 |
| | Sales commission | 13.45 | 9.05 |
| | Business promotion | 4.65 | 0.64 |
| | Communication, broadband and internet expenses | 3.07 | 3.23 |
| | Insurance | 8.84 | 12.70 |
| | Travelling and conveyance | 71.29 | 54.06 |
| | Rent | 11.81 | 11.89 |
| | Rates and taxes | 12.18 | 20.34 |
| | Net loss on foreign currency transactions and translations | - | 45.98 |
| | Professional & consultancy fees | 40.62 | 22.73 |
| | Printing, stationary, postage and courier | 1.28 | 1.47 |
| | Donations | 2.33 | 3.43 |
| | Corporate and social responsibility (CSR) expenses (refer Note ii below) | 12.14 | 5.02 |
| | Auditors remuneration (refer Note i below) | 3.22 | 2.63 |
| | Security charges | 9.73 | 15.21 |
| | Allowance for credit impaired trade receivable | 35.53 | 3.97 |
| | Doubtful debts written off | 17.15 | 43.30 |
| | Allowance for doubtful advances | 2.89 | - |
| | Sundry balances written off | 4.10 | - |
| | Loss on sale of investments | 11.28 | 3.52 |
| | Loss on sale of property, plant and equipment | 10.79 | 10.31 |
| | Book deficit on assets discarded | 10.09 | - |
| | Bank charges | 4.46 | 5.43 |
| | Miscellaneous expenses | 19.72 | 34.79 |
| | | **765.14** | **733.59** |

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(All amounts are Rs. in millions, unless otherwise stated)

**Note (i) Payments to auditors:**

The following is the breakup of Auditors remuneration (exclusive of indirect taxes)

| Particulars | Year ended 31 March 2024 | Year ended 31 March 2023 |
|---|---|---|
| **Payment to auditors** | | |
| **As Auditor** | | |
| For Statutory audit | 2.00 | 1.06 |
| For Tax audit | - | 0.50 |
| For Taxation matters | - | 0.30 |
| For Consolidation audit | 1.00 | 0.30 |
| **In other capacity:** | | |
| For Certification | - | 0.40 |
| For Reimbursement of expenses | 0.22 | 0.08 |
| | **3.22** | **2.63** |

**Note (ii) Details of Corporate social responsibility expenditure:**

As per Section 135 of the Companies Act, 2013, a company, meeting the applicability threshold, needs to spend at least 2% of its average net profit for the immediately preceding three financial years on corporate social responsibility (CSR) activities. The areas for CSR activities are Education, Health & Wellness. A CSR committee has been formed by the company as per the Act. The funds are utilized through the year on these activities which are specified in Schedule VII of the Companies Act, 2013.

| Particulars | Year ended 31 March 2024 | Year ended 31 March 2023 |
|---|---|---|
| (i) Gross amount required to be spent by the Company during the year | 12.01 | 9.91 |
| (ii) Amount approved by the Board to be spent during the year | 12.14 | 5.02 |
| (iii) Amount spent during the year | | |
| - construction/ acquisition of any asset | 2.36 | 3.09 |
| - on purpose other than above | 9.78 | 1.93 |
| (iv) Shortfall / (Excess) at the end of the year | (0.13) | 4.89 |
| (v) Total of previous years shortfall | 4.89 | - |
| (vi) Details of related party transactions | - | - |
| (vii) Where a provision is made with respect to a liability incurred by entering into a contractual obligation, the movements in the provision during the period/year should be shown separately | - | - |
| Opening provision | (0.02) | (4.91) |
| Addition during the year | 12.01 | 9.91 |
| Utilisation | 12.14 | 5.02 |
| Closing provision | (0.15) | (0.02) |

Note: The company has set off the excess spent amounting to Rs. 4.91 Mn during the Previous year 2021-22 in according with section 135(5) of the Act 2013

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Midwest Limited Hyderabad

(All amounts are Rs. in millions, unless otherwise stated)

35 **Contingent liabilities and commitments**

**(a) Contingent Liabilities:**

| Particulars | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| (i) On account of corporate guarantees | 177.99 | 206.06 |
| (ii) On account of bank guarantees | 22.47 | 27.37 |
| (iii) Income tax demands disputed/contested by the company pending in appeal | 151.42 | 62.11 |
| (iv) Demand of excise duty against the company | 18.54 | 19.32 |
| (v) Demand of custom duty against the company | 130.74 | 137.68 |
| (vi) Demand of entry tax against the company | 24.26 | 32.68 |
| (vii) Demand of GST against the company | - | 41.58 |
| (vii) On account of bonds executed with customs authorities | 77.01 | 92.07 |
| (viii) Demand of RCM on royalty against the company | 26.89 | - |
| (ix) Case of a past employee against the company | 0.76 | - |
| (xi) APMDC - CLAUSE 17 case against the company | 9.72 | - |
| (xii) Liquidator of BEML has filed Petition against the company | 106.79 | - |
| (xii) Recovery case against debtor | 4.13 | - |
| (xiii) Demand of Royalty from Office of ADMG - Telangana | 74.38 | - |

Note:
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.

**Corporate guarantees:**

The Company has given corporate guarantees to:
(i) Kotak Mahindra Bank Ltd for the working capital facilities extended to its subsidiary company Andhra Pradesh Granite (Midwest) Private Limited.
(ii) Office of President of India for purchase of goods (Imported or indigenously resourced) without payment of customs duty.

**Bank Guarantee:**

(i) The Company has provided a bank guarantees amounting to Rs. 21.00 Mn in favour of APMDC Ltd. These guarantees are given towards the performance security for operation of black galaxy granite mine of Block -IV at Chimakurthy, Andhra Pradesh.
(ii) Other guarantees has given to Assistant Director of Mines & Geology towards security deposits.

**Income tax demands disputed/contested by the company pending in appeal:**

(i) The Assessing Officer (AO) disallowed the deduction under Section 10B claimed by the Company, asserting that the extraction and processing of granite blocks do not qualify as a manufacturing activity, and thus, the company is not eligible for the deduction under Section 10AA. Additionally, the AO disallowed the additional depreciation claimed under Section 32(1)(iia). However, both the CIT(A) and the ITAT held that cutting, polishing, and sizing of granite blocks constitute a manufacturing activity. Consequently, they allowed the deduction under Section 10B and the additional depreciation under Section 32(1)(iia) of the Act. Based on the information provided, it is understood that the Revenue has filed an appeal before the High Court (HC) against the ITAT's order, and the HC's verdict is still pending. The Company has received favourable order from lower appellate authorities. Further, the Company is relying on the favourable judicial precedents for its argument to this subject matter. However, considering that the revenue wants to litigate the matter before HC and the amount involved which is Rs. 125.16 Mn

(ii) The Assessing Officer (AO) initiated proceedings under Section 163(1) of the Act and issued a notice to assess or reassess the income of a non-resident in
A.O reopened the assessment under section 147 of the Act and issued notice under section 148 of the Act on 30.03.2019, based on the information received from DCIT wherein it was mentioned that a search action was conducted against Shri Praveen Agarwal group and during the course of search operation it was found out that the assessee-Company had received an amount of Rs.1.70 Mn from Ms. Grow fast Realtors (P) Ltd., a company controlled by Shri Praveen Agarwal through Dhanalaxmi Bank Ltd. during the year. AO passed reassessment order, wherein an addition of Rs. 1.70 Mn as unexplained credit under section 68 of the Act was made.
(iii) Assessing Officer (AO) made an adjustment of INR 22.58 Mn, on the ground that the interest charged on the loan provided to its overseas wholly-owned subsidiary company ('AE') was lower than the domestic prime lending rate, i.e., SBI PLR. The AO applied an interest rate of 14.05% on the international loans given to AE, as opposed to the interest rate charged of 6 months LIBOR + 400 basis points, which is 5.4% per annum and the Company, aggrieved by the AO's order, filed an appeal before the CIT(A) . Further, we understand that TPO had issued a rectification order, wherein TP adjustment has increased to INR. 24.93 Mn. However, subsequently AO has not issued any consequential order.

**Excise and Customs duty:**

Contingent liability a raised due to exemption availed towards central excise duty for violation of conditions of U/ Notification Nos. 52/2003-Customs: dt:31.03.2003 and towards central excise duty for violation of conditions of U/Notification Nos. 22/2003-Central Excise: dt:31.03.2003.
The issue pertains to EOU unit moving goods out of the bonded premises is in violation of conditions specified U/ Notification Nos. 52/2003-Customs: dt:31.03.2003. However, as contended by the Company, the place where the granites are moved is also part of same EOU. Hence, there is no violation of conditions specified and the assessee is eligible for the exemption mentioned. Further, the assessee contended that they have claimed exemption based on clause d of the said notifications. However, the commissioner alleged that there is no processing or manufacture of production carried out by the company in the instant case and hence denying the benefits under both notifications.
In this regard, the assessee has contended on the ground that the development commissioner has allowed the license only after due verification and acknowledges the fact that the assessee is engaged in manufacturing. Assessee also relied on various case laws and considered the definition of manufacture which is much wider to accommodate all the activities carried out. Further the assessee also mentioned about the income tax benefits availed by them are with respect to manufacturing entity. Whether the mining qualifies as manufacture is a matter of debate as manufacture typically involves conversion from one form to another.

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**Entry Tax:**

The erstwhile AP government enacted the Entry Tax Act levying taxes on notified goods that were brought into the State of AP. Under this Act, any notified good that was imported from other States was to face an entry tax. The AP High Court before its bifurcation in the year 2007 had struck down the Entry Tax Act as unconstitutional. The Revenue appealed the decision to the Supreme Court. In the case of Jindal Stainless Limited 2016 (11) SCALE 1, the Apex Court reversed the decision and upheld the levy of entry tax. Pursuant to the orders of the Supreme Court, assessing authorities started proceedings against businesses. Section 3(2) does not levy entry tax on goods that are imported "to be used as an input for the manufacture of other goods." The crucial words here are "inputs" "for" and "manufacture". Every importer will need to assess whether goods that have been imported have been used as inputs for manufacturing other goods. The Supreme Court in a catena of cases has interpreted "inputs" broadly to include goods that are not just present in the final items but also items that are consumed in the manufacturing process. The High Court of AP has held that an input is any item that enters into the system and should be interpreted for any item which is a raw material in the widest sense possible in the case of KGF Cottons Private Limited (81 VST 1)

In the current scenario, diesel is used for the machinery or vehicle used for quarrying operations, whether the mining qualifies as manufacture is a matter of debate as manufacture typically involves conversion from one form to another. Since mining involves extraction of minerals, it may not qualify as a typical manufacturing activity. As of now, there is a conditional order passed by the High Courts to deposit 25% of the disputed tax in order to seek a stay of the remainder 75% of the disputed tax. The final hearings for this batch of matters are pending.

**On account of Bonds executed with Customs authorities:**

Bonds executed with the Customs Authorities to claim the import duty exemption on import of machinery against an obligation to export goods as per the terms of EPCG License.

**Demand of RCM on Royalty against the company:**

(i) The issue involves payment of tax under RCM on royalty @ 18% from 2017 to 2020. In this regard, the company contends that they have discharged RCM
(ii) The issue is related to royalty paid to the Government against the license for the mining of granite from the quarry.
The company's contention is that the transaction being the transfer of property in goods, it does not amount to service and hence is not liable to service tax and that it amounts to tax on tax considering the royalty as 'tax'.

**Case of a past employee against the company**

A past employee filed a case in the regional labour court (RLC), Hyderabad against the company claiming additional wages contesting the wage paid to him was not satisfying the minimum wages Act, and also claiming gratuity for the period of services i.e. 01.04.2018 to 12.04.2022. The documents are under Scrutiny by RLC, Hyderabad.

**APMDC - CLAUSE 17 case against the company:**

APMDC has filed a cased against the company for recovery of penalty imposed against non-performance of a contract vide case no. W.P.20301/2010.

**Liquidator of BEML has filed Petition against the**

An unsettled creditor of BEML Midwest Limited called Action Group Associates filed an IRP against the company claiming that the monies which are due to this entity from the entities i.e. BEML Ltd. And Midwest Granite Limited shall be recovered and settle their dues.
Citing the claim of the creditor, the Resolution Professional has inturn filed the IRP against BEML Ltd. and Midwest Granite Limited Vide Petition No.CP (IB) No.231/9/Hdb/2023 U/s 9 of IBC for the amount Rs. 106.79 Mn.
Midwest Granite Private Limited has submitted its counter to the NCLT and pursuing the case.

**Recovery Case against Debtor**

The company has filed the case for recovery of receivable dues amounting to Rs.1.02 Mn against the party. The party has inturn filed a counter claim of Rs.4.13 Mn for recovery of damages caused against supply of poor material. Both the cases are under adjudication in City Civil Court.

**Demand of Royalty from Office of ADMG - Telangana:**

The Office of the ASST. Director of Mines and Geology - Suryapet has issued a demand notice for royalty for the quarry of ChimiryalaVillege, Kodad Mandal for an amount of Rs. 74.38 millions. The Company filed petion at High Court of Telangana against the demand notice. The Court has given stay order against the demand notice and the company is pursuing the legal course.

**(b) Commitments**

| Particulars | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| Unexecuted capital orders to the extent not provided for | 24.25 | 101.75 |

The company invested in private Equity Funds Rs. 45.75 Mn out of total commitment of Rs. 70.00 Mn.

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(All amounts are Rs. in millions, unless otherwise stated)

**36 Related party disclosures**

**(A) Names of related parties and related party relationship**

| Name of the Related Party | Nature of Relationship |
|---|---|
| **(a) Subsidiary Companies** | : Reliance Diamond Tools Private Limited<br>: Andhra Pradesh Granite (Midwest) Private Limited<br>: BEML Midwest Limited<br>: Midwest Holdings Limited<br>: Midwest Neostone Private Limited<br>: AP Midwest Galaxy Private Limited<br>: Midwest Gold Limited<br>: Deccan Silica LLP<br>: NDR Mining Co.<br>: Baahula Minerals<br>: Maitreya Minerals (w.e.f 14.11.2023)<br>: Midwest Heavy Sands Private Limited (w.e.f 30.05.2023)<br>: Trinco Minerals Private Limited (w.e.f 30.06.2023)<br>: Astral Granite Private Limited (till 18.12.2023)<br>: Amaya Smart Technologies Private Limited (till 17.01.2024)<br>: Midwest Advanced Materials Private Limited (till 09.11.2023)<br>: Midwest Quartz Private Limited (till 18.12.2023) |
| **(b) Step-down subsidiaries** | : South Asia Granite and Marble Private Limited (Step Down Subsidiary of Reliance Diamond Tools Pvt Ltd)<br>: Maven Holdings Limited (Step Down Subsidiary of Midwest Holdings Limited)<br>: Midwest Africa LDA (Step Down Subsidiary of Maven Holdings Limited)<br>: Midwest Koriba LDA (Step Down Subsidiary of Maven Holdings Limited)<br>: Midwest Gercoal LDA (Step Down Subsidiary of Maven Holdings Limited) (till 29.02.2024)<br>: Midwest Gondana LDA (Step Down Subsidiary of Maven Holdings Limited) (till 04.03.2024)<br>: Midwest Texera LDA (Step Down Subsidiary of Maven Holdings Limited) (till 29.02.2024) |
| **(c) Joint venture** | : South Coast Infrastructure Development Company of Andhra Pradesh Limited<br>: S.C.R. Agro Tech Private Limited (Step Down Subsidiary of South Coast Infrastructure Development Company of Andhra Pradesh Limited)<br>: SMW Granites LLP (till 27.03.2024) |
| **(d) Key Management personnel (KMP)** | : K.Raghava Reddy<br>: K.Ramachandra, Director<br>: K.Ranganayakamma<br>: K.Soumya, Director<br>: G.Ravindra Reddy, Director<br>: K.Uma Priyadarshini, Director<br>: Chalasani Dilip Kumar, CFO (w.e.f 15.05.2024)<br>: Rohit Tibrewal , Company Secretary (w.e.f 29.01.2024) |
| | |
| **(e) Relatives of KMPs** | : K.Deepak |
| **(f) Entities over which KMPs/ directors and/ or their relatives are able to exercise significant influence** | : Midwest Energy Private Limited<br>: Midwest Advanced Materials Private Limited<br>: Midwest Beyonder Private Limited |

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

| | As at March 31, 2024 | | As at March 31, 2023 | |
|---|---|---|---|---|
| | **Amount** | **Outstanding balance as at March 31, 2024** | **Amount** | **Outstanding balance as at March 31, 2023** |
| **1.Key Management Personnel:** | | | | |
| **Short-term employee benefits** | | | | |
| Remuneration*: | | | | |
| K.Raghava Reddy | 8.83 | - | 9.60 | (1.13) |
| K.Ramachandra | 6.13 | - | 6.33 | (0.01) |
| K.Ranganayakamma | 6.07 | - | 6.16 | (4.17) |
| K.Soumya | 11.45 | - | 11.80 | (1.68) |
| K.Uma Priyadarshini | 14.84 | - | 15.29 | - |
| Rohit Tibrewal | 0.49 | - | - | - |
| Chalasani Dilip Kumar | 0.44 | - | - | - |

(All amounts are Rs. in millions, unless otherwise stated)

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

| | As at March 31, 2024 | | As at March 31, 2023 | |
|---|---|---|---|---|
| | Amount | Outstanding balance as at March 31, 2024 | Amount | Outstanding balance as at March 31, 2023 |
| Unsecured loan (Taken): | | | | |
| G.Ravindra Reddy | 7.50 | - | - | - |
| Repayment of unsecured loans to : | | | | |
| K.Ranganayakamma | - | - | - | - |
| K.Soumya | - | - | 2.87 | - |
| G.Ravindra Reddy | 7.50 | - | - | - |
| Rent paid: | | | | |
| K.Ramachandra | 4.20 | - | 4.20 | - |
| K.Soumya | 2.10 | - | 2.10 | - |
| Capital Advance | | | | |
| K.Raghava Reddy | 180.00 | 180.00 | - | - |
| Sale of Investments: | | | | |
| K.Ramachandra | 14.87 | 14.87 | - | - |
| K.Soumya | 14.88 | 14.88 | - | - |
| **2.Relatives of key management personnel:** | | | | |
| Rent paid: | | | | |
| K.Deepak | 2.10 | - | 2.10 | - |
| Salaries: | | | | |
| K.Deepak | 7.79 | - | 16.81 | (2.43) |
| Professional charges | | | | |
| K.Deepak | 8.40 | (1.62) | - | - |
| **3.Subsidiaries:** | | | | |
| Unsecured loan (Given): | | | | |
| Midwest Gold Limited | 7.78 | 267.83 | 30.35 | 251.20 |
| Midwest Advanced Materials Private Limited | 14.57 | 31.41 | 13.50 | 14.29 |
| Midwest Neostone Private Limited | 134.00 | 96.02 | 11.90 | 14.86 |
| Midwest Energy Private Limited | 3.69 | 1.90 | - | - |
| Baahula Minerals | 54.50 | 54.51 | - | - |
| NDR Mining Co. | 1.43 | 1.43 | - | - |
| Maitreya Minerals | 10.82 | 10.83 | - | - |
| Repayment of Unsecured loan by : | | | | |
| Midwest Gold Limited | 2.00 | - | 9.50 | - |
| Midwest Neostone Limited | 52.26 | - | 6.50 | - |
| Midwest Energy Private Limited | 3.00 | - | - | - |
| Equipment Rental Income: | | | | |
| Andhra Pradesh Granite (Midwest) Private Limited | - | - | 7.65 | - |
| Sale of goods: | | | | |
| Midwest Gold Limited | 0.51 | 31.18 | 2.83 | 30.48 |
| Andhra Pradesh Granite (Midwest) Private Limited | 0.28 | - | 1.36 | - |
| Midwest Heavy Sands Private Limited | 1.27 | - | - | - |
| Sale of Property, Plant and Equipment: | | | | |
| Andhra Pradesh Granite (Midwest) Private Limited | 7.49 | - | 57.18 | - |
| Midwest Advanced Materials Private Limited | 30.19 | - | | |
| Rent Received | | | | |
| Midwest Gold Limited | 0.12 | - | 0.12 | - |
| Midwest Advanced Materials Private Limited | 0.38 | 0.13 | | |
| Midwest Energy Private Limited | 0.14 | 0.40 | | |

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(All amounts are Rs. in millions, unless otherwise stated)

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

| | As at March 31, 2024 | | As at March 31, 2023 | |
|---|---|---|---|---|
| | Amount | Outstanding balance as at March 31, 2024 | Amount | Outstanding balance as at March 31, 2023 |
| Dividend Received | | | | |
| Andhra Pradesh Granite (Midwest) Private Limited | 133.50 | - | - | - |
| Interest Accrued/Received on Loans | | | | |
| Midwest Gold Limited | 12.07 | - | 10.07 | - |
| Midwest Advanced Materials Private Limited | 2.37 | - | 0.79 | - |
| Midwest Neostone Private Limited | 3.01 | - | 1.15 | - |
| Midwest Energy Private Limited | 0.14 | - | - | - |
| Baahula Minerals | 0.01 | - | - | - |
| NDR Mining Co. | 0.00 | - | - | - |
| Maitreya Minerals | 0.00 | - | - | - |
| Corporate guarantee given: | | | | |
| Midwest Gold Limited | 17.50 | 17.50 | - | 17.50 |
| Andhra Pradesh Granite (Midwest) Private Limited | 160.49 | 160.49 | 188.56 | 188.56 |
| Midwest Neostone Private Limited** | 850.00 | 850.00 | - | - |
| Lease rent paid | | | | |
| Andhra Pradesh Granite (Midwest) Private Limited | 0.25 | - | 0.25 | - |
| Receipts of Reimbursement of Expenses | | | | |
| Andhra Pradesh Granite (Midwest) Private Limited | - | - | 0.30 | - |
| Midwest Gold Limited | - | - | 0.04 | - |
| Payments of Reimbursement of Expenses | | | | |
| Andhra Pradesh Granite (Midwest) Private Limited | 0.66 | - | 2.29 | - |
| AP Midwest Galaxy Private Limited | - | - | 0.58 | - |
| Corporate guarantee taken: | | | | |
| Midwest Gold Limited | - | 256.74 | | 355.77 |
| Purchase of goods: | | | | |
| Reliance Diamond Tools Private Limited | - | - | 2.34 | - |
| Midwest Gold Limited | - | - | 0.86 | - |
| Purchase of property, plant and equipment | | | | |
| Andhra Pradesh Granite (Midwest) Private Limited | 7.38 | - | 11.37 | - |
| Reliance Diamond Tools Private Limited | - | - | 0.38 | - |
| Investment in equity shares: | | | | |
| Midwest Advanced Materials Private Limited | - | - | 1.50 | 1.50 |
| AP Midwest Galaxy Private Limited | - | - | 1.50 | 1.50 |
| Andhra Pradesh Granite (Midwest) Private Limited | - | - | 16.00 | 101.00 |
| Midwest Heavy Sands Private Limited | 31.83 | 31.83 | - | - |
| Trinco Minerals Private Limited | 25.01 | 25.01 | - | - |
| Investment in preferential shares: | | | | |
| Midwest Energy Private Limited- 9% Non-Cum Preferential shares | 8.50 | 134.70 | - | - |
| Capital Contribution in Partner ship firm | | | | |
| NDR Mining Co. | - | - | 2.00 | 2.00 |
| Maitreya Minerals | 5.00 | 5.00 | - | - |
| Disposal in equity shares/LLP: | | | | |
| Astral Granite Private Limited | 20.85 | - | - | - |
| Midwest Quartz Private Limited | 1.50 | - | - | - |
| Midwest Advanced Materials Private Limited | 1.50 | - | - | - |
| Amaya Smart Technologies Private Limited | 9.77 | - | - | - |

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(All amounts are Rs. in millions, unless otherwise stated)

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

| | As at March 31, 2024 | | As at March 31, 2023 | |
|---|---|---|---|---|
| | Amount | Outstanding balance as at March 31, 2024 | Amount | Outstanding balance as at March 31, 2023 |
| Advance for purchases: | | | | |
| Baahula Minerals | 0.50 | - | - | 54.00 |
| Reliance Diamond Tools Private Limited | - | 7.97 | - | 7.97 |
| Payable for purchases: | | | | |
| Reliance Diamond Tools Private Limited | - | - | 16.49 | - |
| Advance for Purchases | | | | |
| **Maven Holding Limited** | - | 27.13 | 27.13 | 27.13 |
| **5.Joint venture:** | | | | |
| Disposal of LLP: | | | | |
| SMW Granites LLP | 4.00 | - | - | - |
| Unsecured loans given: | | | | |
| South Coast Infrastructure Development Company of Andhra Pradesh Limited | 3.00 | 30.01 | - | 30.01 |
| Unsecured loans received back: | | | | |
| South Coast Infrastructure Development Company of Andhra Pradesh Limited | 3.00 | - | - | - |
| Rent received: | | | | |
| SMW Granites LLP | - | - | 0.25 | 0.76 |
| Advances for expenses: | | | | |
| SMW Granites LLP | - | - | 0.02 | - |
| Sale of goods: | | | | |
| SMW Granites LLP | - | - | 2.30 | 7.36 |

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

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

** the amount is based on the limits sanctioned by the HDFC bank. However no disbursement has been made by the bank till the end of the reporting period

## 37 Earnings per share (EPS)

Basic earnings per share amounts is calculated by dividing the profit for the year attributable to equity holders by the weighted average number of equity shares outstanding during the year. Diluted earnings per share amounts is calculated by dividing the profit attributable to equity holders by the weighted average number of equity shares outstanding during the year plus the weighted average number of equity shares that would be issued on conversion of all the dilutive potential equity shares into equity shares.

| Particulars | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| **Earnings** | | |
| Profit after tax for the year attributable to equity shareholders | 726.53 | 452.18 |
| Profit for the years considered for calculation of diluted earnings per share | 726.53 | 452.18 |
| **Shares** | | |
| Original Number of Equity Shares (post allotment of bonus shares | 74,313 | 74,313 |
| Add : Impact of bonus/split issue # | 3,37,38,102 | 3,37,38,102 |
| **Weighted Average Number of Equity Shares** | | |
| For calculating Basic EPS | 3,38,12,415 | 3,38,12,415 |
| **Effect of dilution:** | | |
| Weighted average number of equity shares for Diluted EPS | 3,38,12,415 | 3,38,12,415 |
| Face Value Rs.5 per share | | |
| Basic (Rs.) | 21.49 | 13.37 |
| Diluted (Rs.) | 21.49 | 13.37 |

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(All amounts are Rs. in millions, unless otherwise stated)

# Shareholders have approved the below at Extra-ordinary general meeting held on 11 June 2024: (refer note 49(iv))

a. Share split of one equity share having face value of Rs. 100 each into 20 shares of Rs. 5 each and

b. Issue of fully paid bonus shares of Rs.5 each in proportion of three equity shares for every four existing equity share.

c. During the year ended 31 March 2024, 891,756 bonus shares were issued in the ratio of 12 bonus against each share. Balance 32,846,346 shares were resulted on account of split and further bonus after the reporting period.

Accordingly, as an adjusting event, the earnings per share has been adjusted for subdivision of shares and bonus shares for the current and previous years presented in accordance with the requirements of Indian Accounting Standard (Ind AS) 33 - Earnings per share.

**38 Segment reporting**

The Managing Director of the Company takes decision in respect of allocation of resources and assesses the performance basis the report / information provided by functional heads and are thus considered to be Chief Operating Decision Maker.

The geographic information analyses the Company's revenues and non-current assets by the country of domicile and other countries. In presenting geographic information, segment revenue has been based on the location of the customer and segment assets are based on geographical location of the assets.

**a. Geographical Segment information:**

| Revenue from operations | Year ended 31 March 2024 | Year ended 31 March 2023 |
|---|---|---|
| With in India | 1,915.27 | 1,678.42 |
| Outside India | 1,505.39 | 1,421.30 |
| **Total** | **3,420.66** | **3,099.72** |

**b. Revenue from major customers**

No single customer has accounted for more than 10% of the Company's revenue and 5% of the Company's outstanding trade receivables for the year ended 31 March 2024 and 31 March 2023.

**39 Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006:**

The amount due to Micro and Small Enterprises as defined in the 'The Micro, Small and Medium Enterprises Development Act, 2006' has been determined to the extent such parties have been identified on the basis of information available with the Company. The disclosures relating to Micro, Small and Medium Enterprises are as under:

| | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| The amounts remaining unpaid to micro and small supplies as at end of the year | | |
| i) Principal amount remaining unpaid to supplier at the end of the year | 27.80 | - |
| ii) Interest due thereon remaining unpaid to supplier at the end of the year | - | - |
| iii) Payment made to suppliers (other than interest) beyond the appointed day, during the year | - | - |
| iv) Interest paid to suppliers under MSMED Act (other than Section16) | - | - |
| v) Interest paid to suppliers under MSMED Act (Section 16) | - | - |
| vi) Interest due and payable to suppliers under MSMED Act, for payments already made | - | - |
| vii) Interest accrued and remaining unpaid at the end of the year to suppliers under MSMED Act (ii) + (vi) | - | - |

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(All amounts are Rs. in millions, unless otherwise stated)

**40. Employee benefits**

**a) Defined benefit plan**

**Gratuity:**

The Company provides gratuity for employees in India as per the Payment of Gratuity Act, 1972. All employees are entitled to gratuity benefits on exit from service due to retirement, resignation or death. There is a vesting period of 5 years on exits due to retirement or resignation.

This defined benefit plans expose the company to actuarial risks, such as longevity risk, interest rate risk and market (investment) risk.

The present value of the defined benefit obligation and the relevant current service cost are measured using the Projected Unit Credit Method, with actuarial valuations being carried out at each balance sheet date.

**b) Amounts recognised as expense:**

**Defined contribution plan**

**Provident fund and employee state insurance:** Contributions were made to provident fund and employee state insurance in India for the employees of the company as per the regulations. These contributions are made to registered funds administered by the Government of India. The obligation of the company is limited to the amount contributed and it has no further contractual nor any other constructive obligation.

Contribution towards employee provident fund and others, which is a defined contribution plan for the year 31 March 2024 aggregated to Rs 6.13 (31 March 2023: 6.19)

c) Amounts recognised in the financial statements as at year end for gratuity provision are as under:

| | | As at / for the year ended 31 March 2024 | As at / for the year ended 31 March 2023 |
|---|---|---|---|
| i) | **Change in present value of obligation** | | |
| | Present value of the obligation at the beginning of the year | 33.14 | 32.67 |
| | Current service cost | 2.96 | 2.65 |
| | Interest cost | 2.28 | 2.31 |
| | Actuarial (gain)/loss on obligation- due to change in financial assumptions | 1.17 | (0.35) |
| | Actuarial (gain) /loss on obligation- due to change in demographic assumptions | 2.57 | - |
| | Actuarial (gain) /loss on obligation- due to experience adjustments | 0.77 | (1.95) |
| | Benefits paid | (5.47) | (2.19) |
| | Present value of the obligation at the end of the year | **37.42** | **33.14** |
| ii) | **Bifurcation of present value of benefit obligation** | | |
| | Current- amount due within one year | 10.53 | 7.34 |
| | Non-current- amount due after one year | 26.89 | 25.80 |
| | **Total** | **37.42** | **33.14** |
| iii) | **Expected benefit payments in future years** | | |
| | Year 1 | 10.77 | 7.55 |
| | Year 2 | 5.05 | 2.31 |
| | Year 3 | 4.23 | 3.10 |
| | Year 4 | 4.03 | 2.54 |
| | Year 5 | 3.28 | 2.87 |
| | Year 6 to Year 10 | 14.17 | 13.40 |
| iii) | **Sensitivity analysis** | | |
| | Discount rate - 1 percent increase | 35.94 | 31.20 |
| | Discount rate - 1 percent decrease | 39.05 | 32.44 |
| | Salary escalation rate - 1 percent increase | 39.07 | 35.22 |
| | Salary escalation rate - 1 percent decrease | 35.90 | 31.27 |
| iv) | **Amounts recognised in the balance sheet:** | | |
| | Present value of obligation at the end of the year | 37.42 | 33.14 |
| | Fair value of plan assets at the end of the year | - | - |
| | **Net liability recognised in the balance sheet** | **37.42** | **33.14** |
| vi) | **Amounts recognised in the statement of profit and loss:** | | |
| | Current service cost | 2.96 | 2.65 |
| | Net interest on net defined liability / (asset) | 2.28 | 2.31 |
| | Expenses recognised in statement of profit and loss | **5.24** | **4.96** |
| vii) | **Recognised in other comprehensive income for the year** | | |
| | Actuarial (gains) / losses on liability | 4.52 | (2.30) |
| | Return on plan assets excluding amount included in 'net interest on net defined liability / (asset) above | - | - |
| | Recognised in other comprehensive income | **4.52** | **(2.30)** |
| viii) | **Actuarial assumptions** | | |
| | i) Discount rate | 7.22% | 7.49% |
| | ii) Salary escalation rate | 4.50% | 4.00% |
| | iii) Retirement age | 58 Years | 58 Years |
| | iv) Attrition rate | 11.00% | 4.00% |
| | v) Mortality rate (IALM(2012-14) Ult.) | 100% | 100% |

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(All amounts are Rs. in millions, unless otherwise stated)

**41 Financial instruments**

| A. Financial instruments by category | | | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|---|---|
| | Note No. | Fair value level | Amortized Cost | Amortized Cost |
| **Financial assets** | | | | |
| **Non current** | | | | |
| (i) Investments - at amortised cost | 6 | Level 2 | 877.60 | 860.69 |
| Investments - at FVTPL | 6 | Level 1 | 51.01 | 32.62 |
| (ii) Other financial assets | 7 | Level 2 | 84.62 | 95.06 |
| (iii) Loans | 13 | Level 2 | 162.79 | - |
| **Current** | | | | |
| (i) Investments - at FVTPL | 6 | Level 1 | 189.32 | 7.19 |
| (ii) Trade receivables | 11 | Level 2 | 470.12 | 466.97 |
| (iii) Cash and cash equivalents | 12 (a) | Level 2 | 31.45 | 25.94 |
| (iv) Bank balances other than cash and cash equivalents | 12 (b) | Level 2 | 11.14 | 8.54 |
| (v) Loans | 13 | Level 2 | 360.77 | 337.62 |
| (vi) Other financial assets | 7 | Level 2 | 94.02 | 0.17 |
| **Total financial assets** | | | **2,332.84** | **1,834.80** |
| **Financial liabilities** | | | | |
| **Non current** | | | | |
| (i) Borrowings | 17 | Level 2 | 356.96 | 374.23 |
| (ii) Lease liabilities | 5 | Level 2 | 2.21 | - |
| (iii) Other financial liabilities | 20 | Level 2 | 174.29 | - |
| **Current** | | | | |
| (i) Borrowings | 18 | Level 2 | 285.27 | 479.31 |
| (ii) Lease liabilities | 5 | Level 2 | 0.25 | - |
| (iii) Trade payables | 19 | Level 2 | 88.78 | 107.15 |
| (iv) Other financial liabilities | 20 | Level 2 | 33.51 | 46.67 |
| **Total financial liabilities** | | | **941.27** | **1,007.36** |

The management assessed that fair value of investments, cash and short-term deposits, trade receivables, trade payables, and other current financial assets and liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments.

The fair value of the financial assets and liabilities is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

Note 1: For the purpose of above abbreviations, FVTPL - Fair value through Profit and Loss, FVTOCI - Fair value through other comprehensive income; amortised costs - fair value through amortized costs.

Note 2: Other financial assets and liabilities relate to level 3 financial instruments where the carrying value reasonably approximates to their fair value.

The following is the hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:
•Level 1 - Quoted prices (unadjusted) in active markets for identical assets or liabilities.
•Level 2 - Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
•Level 3 - Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).
There have been no transfers among level 1, level 2 and Level 3 during the year

**B. Financial risk management**

The Company activities expose it to market risk, liquidity risk and credit risk. This note explains the sources of risk which the entity is exposed to and how the entity manages the risk.

| Risk | Exposure arising from | Measurement | Management |
|---|---|---|---|
| Credit risk | Trade receivables, security deposits and bank deposits. | Ageing analysis. Credit score of customers/ entities. | Monitoring the credit limits of customers and obtaining security deposits & Advance from the customers. |
| Liquidity risk | Borrowings | Cash flow forecasts managed by finance team under the overview of Sr. Vice President | Working capital management by Sr. Vice President. The excess liquidity is channelised through bank deposits & investment in Mutual Funds & other funds. |

The Company's risk management is carried out by the Sr. Vice President under policies approved by the Board of Directors. The Board of Directors provides guiding principles for overall risk management, as well as policies covering specific areas such as credit risk and liquidity risk.

**Risk management framework**

The board of directors have overall responsibility for the risk management framework. The board of directors are responsible for developing and monitoring the risk management policies. The board of directors monitors the compliance with the risk management policies and procedures, and reviews the adequacy of the risk management framework in relation to the risks faced by the Company.

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The risk management policies are to identify and analyse the risks faced by the Company, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Company activities. The Company, through its training and management standards and procedures, aims to maintain a disciplined and constructive control environment in which all employees understand their roles and obligations.

### A. Credit risk

#### i. Credit risk management

Credit risk is the risk of financial loss to the company if a customer or counterparty to a financial instrument fails to meet its contractual obligations. Credit risk arises principally from the company's receivables from deposits with landlords and other statutory deposits with regulatory agencies and also arises from cash held with banks and financial institutions. The maximum exposure to credit risk is equal to the carrying value of the financial assets. The objective of managing counterparty credit risk is to prevent losses in financial assets. The company assesses the credit quality of the counterparties, taking into account their financial position, past experience and other factors.

The Company limits its exposure to credit risk of cash held with banks by dealing with highly rated banks and institutions and retaining sufficient balances in bank accounts required to meet a month's operational costs. The Management reviews the bank accounts on regular basis and fund drawdowns are planned to ensure that there is minimal surplus cash in bank accounts. The Company does a proper financial and credibility check on the landlords before taking any property on lease and hasn't had a single instance of non-refund of security deposit on vacating the leased property. The company also in some cases ensure that the notice period rentals are adjusted against the security deposits and only differential, if any, is paid out thereby further mitigating the non-realization risk. The company does not foresee any credit risks on deposits with regulatory authorities.

#### ii. Trade Receivables

Customer credit risk is managed by each business unit subject to the Company's established policy, procedures and control relating to customer credit risk management. Credit quality of a customer is assessed based on an extensive credit rating scorecard and individual credit limits are defined in accordance with this assessment. Outstanding customer receivables are regularly monitored.

| Particulars | Year ended 31 March 2024 | Year ended 31 March 2023 |
|---|---|---|
| Revenue from Top Customer | - | - |
| Revenue from Top 5 customers(Other than above customer) | - | - |

An impairment analysis is performed at each reporting date using a provision matrix to measure expected credit losses. The provision rates are based on days past due for companying's of various customer segments with similar loss patterns (i.e., by geographical region, product type, customer type and rating). The calculation reflects the probability-weighted outcome, the time value of money and reasonable and supportable information that is available at the reporting date about past events, current conditions and forecasts of future economic conditions.

| Allowance for credit impaired trade receivable | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| Opening balance | 10.51 | 49.50 |
| Credit loss added | 35.54 | 3.97 |
| Reversal during the year | - | (42.96) |
| **Closing balance** | **46.05** | **10.51** |

Credit risk on cash and cash equivalent is limited as the company generally transacts with banks and financial institutions with high credit ratings assigned by international and domestic credit rating agencies.

### B. Liquidity risk

Liquidity risk is the risk that the company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the company's reputation.

The table below provides details regarding the undiscounted contractual maturities of significant financial liabilities:

**As at 31 March 2024**

| Particulars | Carrying value | Less than 1 year | 1-5 years | More than 5 years | Total |
|---|---|---|---|---|---|
| Long-term borrowings (excluding current maturities) | 356.96 | - | 356.96 | - | 356.96 |
| Lease liabilities | 2.46 | 0.25 | 1.25 | 3.50 | 5.00 |
| Short-term borrowings | 285.27 | 285.27 | - | - | 285.27 |
| Trade payables | 88.78 | 77.98 | 10.80 | - | 88.78 |
| Other financial liabilities | 33.51 | 33.51 | - | - | 33.51 |
| **Total** | **766.98** | **397.01** | **369.01** | **3.50** | **769.52** |

**As at 31 March 2023**

| Particulars | Carrying value | Less than 1 year | 1-5 years | More than 5 years | Total |
|---|---|---|---|---|---|
| Long-term borrowings (excluding current maturities) | 374.23 | - | 370.95 | 3.28 | 374.23 |
| Short-term borrowings | 479.31 | 479.31 | - | - | 479.31 |
| Trade payables | 107.15 | 81.62 | 25.53 | - | 107.15 |
| Other financial liabilities | 46.67 | 46.67 | - | - | 46.67 |
| **Total** | **1,007.36** | **607.60** | **396.48** | **3.28** | **1,007.36** |

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(All amounts are Rs. in millions, unless otherwise stated)

The Company has secured loans from bank that contain loan covenants. A future breach of covenant may require the Company to repay the loan earlier than indicated in the above table.

**C. Market risk**

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: interest rate risk, currency risk and other price risk, such as equity price risk and commodity risk. Financial instruments affected by market risk include borrowings and derivative financial instruments.

**(i) Interest rate risk**

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The company exposure to the risk of changes in market interest rates relates primarily to the company's long-term debt obligations with floating interest rates.

The company manages its interest rate risk by having a balanced portfolio of fixed and variable rate loans and borrowings.

**Exposure to Interest rate risk**

| | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| Variable rate borrowings | 406.92 | 450.40 |
| Fixed rate borrowings | 235.31 | 400.77 |

**Interest rate Sensitivity**

The following table demonstrates the sensitivity to a reasonably possible change in interest rates on that portion of loans and borrowings. With all other variables held constant, the company's profit before tax is affected through the impact on floating rate borrowings, as follows:

| Particulars | Year ended 31 March 2024 | Year ended 31 March 2023 |
|---|---|---|
| **Sensitivity** | | |
| 1% increase in variable rate | (4.07) | (4.50) |
| 1% decrease in variable rate | 4.07 | 4.50 |

**(ii) Foreign currency risk**

Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Company's exposure to the risk of changes in foreign exchange rates relates primarily to the Company's operating activities (when revenue or expense is denominated in a different currency from the Company's functional currency).

The following table demonstrates the sensitivity to a reasonably possible change in the USD/EUR exchange rate (or any other material currency), with all other variables held constant, of the Company's profit before tax (due to changes in the fair value of monetary assets and liabilities). The Company's exposure to foreign currency changes for all other currencies is not material.

| Particulars | Amount in USD | Equivalent amount in Rs for USD | Amount in EURO | Equivalent amount in Rs for EURO |
|---|---|---|---|---|
| **31 March 2024** | | | | |
| Trade receivable | 3.24 | 270.47 | 0.02 | 1.94 |
| Advance for Purchases | 0.64 | 52.75 | 0.01 | 0.65 |
| Advance for Purchases (capital) | 0.11 | 9.13 | 0.03 | 2.51 |
| **Unhedged Assets** | **3.99** | **332.35** | **0.06** | **5.10** |
| Advances from customers | 5.59 | 456.97 | - | - |
| Payable for Supplies | 0.10 | 8.50 | - | - |
| Borrowings | 0.99 | 82.61 | - | - |
| **Unhedged Liabilities** | **6.68** | **548.09** | **-** | **-** |

**31 March 2023**

| | | | | |
|---|---|---|---|---|
| Trade receivable | 5.20 | 427.75 | 0.02 | 1.93 |
| Advance for Purchases | 0.58 | 47.89 | 0.00 | 0.39 |
| Advance for Purchases (capital) | 0.11 | 9.13 | 0.03 | 2.51 |
| **Unhedged Assets** | **5.90** | **484.77** | **0.05** | **4.82** |
| Advances from customers | 2.89 | 237.76 | - | - |
| Payable for Supplies | 0.10 | 8.07 | - | - |
| Borrowings | 2.46 | 202.22 | - | - |
| **Unhedged Liabilities** | **5.45** | **448.05** | **-** | **-** |

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Midwest Limited Hyderabad

(All amounts are Rs. in millions. unless otherwise stated)

**Foreign currency sensitivity analysis**

The following table demonstrates the sensitivity to a reasonably possible change in the US dollar exchange rate (or any other material currency). with all other variables held constant. of the company's profit before tax (due to changes in the fair value of monetary assets and liabilities). The company's exposure to foreign currency changes for all other currencies is not material.

| Particulars | Currency | Profit or loss | | Equity, net of tax | |
|---|---|---|---|---|---|
| | | Strengthening | Weakening | Strengthening | Weakening |
| **31 March 2024** | | | | | |
| | USD | 10.43 | (10.43) | 7.80 | (7.80) |
| | EURO | (0.06) | 0.06 | (0.05) | 0.05 |
| **31 March 2023** | | | | | |
| | USD | 9.27 | (9.27) | 6.57 | (6.57) |
| | EURO | (0.02) | 0.02 | (0.02) | 0.02 |

## 42 Capital management

The Board's policy is to maintain a strong capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business. The Board of Directors monitors the return on capital, which the Company defines as result from operating activities divided by total shareholders' equity. The Board of Directors also monitors the level of dividends to equity shareholders.

For the purpose of the Company's capital management, capital includes issued equity capital, share premium and all other equity reserves attributable to the equity holders. The primary objective of the Company's capital management is to maximize the shareholder value and to ensure the Company's ability to continue as a going concern.

The Company has distributed dividend to its shareholders. The Company monitors gearing ratio i.e. total debt in proportion to its overall financing structure, i.e. equity and debt. Total debt comprises of non-current borrowing and current borrowing from banks and financial institutions. The Company manages the capital structure and makes adjustments to it in the light of changes in economic conditions and the risk characteristics of the underlying assets.

The debt to adjusted capital ratio at the end of the reporting period was as follows:

| | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| Total Debt (Refer note 17 and 18) | 642.23 | 853.54 |
| Less : cash and cash equivalents and bank balances | 42.59 | 34.48 |
| **Adjusted net debt** | **599.64** | **819.06** |
| **Total equity** | **4,047.61** | **3,458.21** |
| **Gearing ratio** | **0.13** | **0.19** |

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

No changes were made in the objectives, policies or processes for managing capital during the year 31 March 2024 and 31 March 2023.
Refer note 48 (10) of financial statements for return on capital employed.

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Chartered Accountants

Midwest Limited
Hyderabad

(All amounts are Rs. in millions, unless otherwise stated)

## 43 Income tax and deferred taxes

**Components of income tax and deferred tax expenses**

| | Year ended 31 March 2024 | Year ended 31 March 2023 |
|---|---|---|
| **Tax expense recognised in the Statement of Profit and Loss** | | |
| **A. Current Tax** | | |
| Current year | 221.00 | 142.00 |
| Tax pertaining to earlier years | 11.66 | 6.04 |
| **Total (A)** | **232.66** | **148.04** |
| **B. Deferred Tax** | | |
| Origination and reversal of temporary differences | (8.07) | 8.97 |
| **Total (B)** | **(8.07)** | **8.97** |
| | | |
| **Total (A+B)** | **224.59** | **157.01** |
| **C. Tax on Other Comprehensive Income** | | |
| **Deferred tax** | | |
| Origination and reversal of temporary differences - OCI | (1.14) | (0.58) |
| **Total** | **223.45** | **156.43** |

**Current tax (assets) / liabilities (net)**

| | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| **D.** Advance tax including TDS receivable and self assessment tax paid | (205.26) | (126.46) |
| **E.** Provision for tax | 221.00 | 142.00 |
| | **15.74** | **15.54** |

**F. Reconciliation of tax expense and the accounting profit**

| | Year ended 31 March 2024 | Year ended 31 March 2023 |
|---|---|---|
| **Profit before income taxes** | 951.12 | 609.19 |
| Indian statutory income tax rate | 25.17% | 25.17% |
| **Expected Income tax expense** | 239.38 | 153.32 |
| Tax effect of expenditure disallowed under income tax | 9.25 | 2.23 |
| Tax effect of income for which deduction available | (33.67) | - |
| Tax pertaining to earlier years | 11.66 | - |
| Tax effect of change in the income tax rate | - | - |
| Others | (3.17) | 0.88 |
| **Total income tax expense** | **223.45** | **156.43** |

| Movement during the year ended 31 March 2024 | As at 01 April 2023 | (Credit)/charge in the Statement of Profit and Loss | (Credit)/charge in OCI | As at 31 March 2024 |
|---|---|---|---|---|
| **Deferred tax liability:** | | | | |
| **Arising on account of temporary differences in:** | | - | - | - |
| Property, plant and equipment | (11.40) | (7.88) | | (3.52) |
| Keyman insurance premium and benefits receivable | (23.93) | 3.64 | - | (27.57) |
| Financial assets measured at FVTPL | (0.03) | 2.10 | - | (2.13) |
| Right to Use of Asset | - | 0.51 | | (0.51) |
| Prepaid Expenses IND AS | - | 3.08 | | [illegible] |
| | **(35.36)** | **1.45** | - | **(36.81)** |
| **Deferred tax asset:** | | | | |
| Expenses allowable on the basis of payment | 7.60 | 0.34 | - | 7.26 |
| Provision for impairment of investments | 19.11 | 2.46 | - | 16.65 |
| Provision for expected credit loss allowances | 2.65 | (8.94) | | 11.59 |
| Provision for doubtful Advances | 15.43 | 3.40 | | 12.03 |
| Provision for gratuity | 8.34 | 0.06 | (1.14) | 9.42 |
| Lease liabilities | - | (0.62) | | 0.62 |
| Prepaid Expenses IND AS(Security Deposit from Cust.) | | (6.07) | | 6.07 |
| Disallowance U/s.40a(ia) - TDS not Deducted | | (0.15) | | 0.15 |
| | **53.13** | **(9.52)** | **(1.14)** | **63.79** |
| | | | | |
| **Total** | **17.77** | **(8.07)** | **(1.14)** | **26.98** |

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(All amounts are Rs. in millions, unless otherwise stated)

| Movement during the year ended 31 March 2023 | As at 01 April 2022 | (Credit)/charge in the | (Credit)/charge in OCI | As at 31 March 2023 |
|---|---|---|---|---|
| **Deferred tax liability:** | | | | |
| **Arising on account of temporary differences in:** | | - | - | - |
| Property, plant and equipment | (11.31) | 0.09 | - | (11.40) |
| Keyman insurance premium and benefits receivable | (23.42) | 0.51 | - | (23.93) |
| Financial assets measured at FVTPL | (1.08) | (1.05) | - | (0.03) |
| | (35.81) | (0.45) | - | **(35.36)** |
| **Deferred tax asset:** | | | | |
| Expenses allowable on the basis of payment | 8.13 | 0.53 | - | 7.60 |
| Provision for impairment of investments | 19.11 | - | - | 19.11 |
| Provision for expected credit loss allowances | 12.46 | 9.81 | - | 2.65 |
| Provision for doubtful Advances | 15.21 | (0.22) | - | 15.43 |
| Provision for gratuity | 8.22 | (0.70) | 0.58 | 8.34 |
| | 63.13 | 9.42 | 0.58 | **53.13** |
| **Total** | **27.32** | **8.97** | **0.58** | **17.77** |

The Company offsets tax assets and liabilities if and only if it has a legally enforceable right to set off current tax assets and current tax liabilities. The deferred tax assets and deferred tax liabilities relate to income taxes levied by the same tax authority.

Significant management judgment is required in determining provision for income tax, deferred income tax assets and liabilities and recoverability of deferred income tax assets. The recoverability of deferred income tax assets is based on estimates of taxable income in which the relevant entity operates and the period over which deferred income tax assets will be recovered.

## 44 Revenue from operations

**Revenue from contract with customers**

| Particulars | Year ended 31 March 2024 | Year ended 31 March 2023 |
|---|---|---|
| Income from sale of products | 3,416.97 | 3,088.32 |
| Other operating revenue including export incentives | 3.69 | 11.40 |
| | **3,420.66** | **3,099.72** |

**Disaggregated revenue information**

| Geographic Revenue | | |
|---|---|---|
| Revenue from contract with customers | | |
| With in India | 1,915.27 | 1,678.42 |
| Outside India | 1,505.39 | 1,421.30 |
| | **3,420.66** | **3,099.72** |

| Timing of revenue recognition | | |
|---|---|---|
| Services transferred at a point of time | | |
| Goods transferred at a point of time | 3,420.66 | 3,099.72 |
| **Total revenue from contracts with customers** | **3,420.66** | **3,099.72** |

| Reconciliation of revenue recognised with the contracted price is as follows: | | |
|---|---|---|
| Contract price | 3,420.66 | 3,099.72 |
| Less: Discounts and disallowances | - | - |
| **Total revenue from contracts with customers** | **3,420.66** | **3,099.72** |

| Particulars | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| Trade receivables ( Refer Note 11) | 470.12 | 466.97 |

**Performance obligation:**

**Sale of products:**

Performance obligation in respect of sale of goods is satisfied when control of the goods is transferred to the customer, generally on delivery of the goods and payment is generally due as per the terms of contract with customers.

**Sales of services:**

The performance obligation in respect of job work services is satisfied at point of time and acceptance of the customer. In respect of these services, payment is generally due upon completion of the job work and acceptance of the customer.

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(All amounts are Rs. in millions, unless otherwise stated)

45 **Quarterly Stock statements are filed with Bank which are not in agreement with the books of accounts. Details of the same are as below:**

| For the period | 31 March 2024 | 31 December 2023 | 30 September 2023 | 30 June 2023 | |
|---|---|---|---|---|---|
| **Particulars** | as per books | | | | |
| Inventory (Raw material & Finished Goods) < 90 days | 283.70 | 302.24 | 450.15 | 474.04 | |
| Work-in-progress < 60days | 2.31 | - | 0.47 | 0.31 | |
| Trade receivables < 120 days | 403.26 | 402.59 | 225.98 | 273.10 | |
| Trade payables net of advances | 33.59 | 52.23 | 47.89 | 64.69 | |

| For the period | 31 March 2024 | 31 December 2023 | 30 September 2023 | 30 June 2023 | |
|---|---|---|---|---|---|
| **Particulars** | As per Statements Submitted to Bank | | | | |
| Inventory (Raw material & Finished Goods) < 90 days | 283.70 | 302.24 | 450.15 | 474.04 | |
| Work-in-progress < 60days | 2.31 | - | 0.47 | 0.31 | |
| Trade receivables < 120 days | 403.26 | 402.59 | 225.98 | 273.10 | |
| Trade payables net of advances | 33.59 | 52.23 | 47.89 | 64.69 | |

| For the period | 31 March 2024 | 31 December 2023 | 30 September 2023 | 30 June 2023 | |
|---|---|---|---|---|---|
| **Particulars** | Variances | | | | **Reason for variance** |
| Inventory | - | - | - | - | Not applicable |
| Trade receivables | - | - | - | - | Not applicable |
| Trade payables net of advances | - | - | - | - | Not applicable |

| For the period | 31 March 2023 | 31 December 2022 | 30 September 2022 | 30 June 2022 | |
|---|---|---|---|---|---|
| **Particulars** | | as per books | | | |
| Inventory | 394.94 | 446.38 | 349.85 | 309.11 | |
| Trade receivables | 607.77 | 298.85 | 168.51 | 176.44 | |

| For the period | 31 March 2023 | 31 December 2022 | 30 September 2022 | 30 June 2022 | |
|---|---|---|---|---|---|
| **Particulars** | | As per Statements Submitted to Bank | | | |
| Inventory | 394.73 | 416.65 | 337.21 | 277.62 | |
| Trade receivables | 609.29 | 299.20 | 168.52 | 175.74 | |

| For the period | 31 March 2023 | 31 December 2022 | 30 September 2022 | 30 June 2022 | |
|---|---|---|---|---|---|
| **Particulars** | Variances | | | | **Reason for variance** |
| Inventory | **0.21** | **29.73** | **12.64** | **31.49** | On account of pending reconciliation of customer balances at the time of submitting return to the bank. |
| Trade receivables | **(1.52)** | **(0.35)** | **(0.01)** | **0.71** | |

## 46 Statutory disclosures

a. The Company does not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.

b The Company does not have any transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956.

c The Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.

d The Company has not traded or invested in Crypto currency or Virtual currency during the financial year.

e The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
(i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or
(ii) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

f The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:
(i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
(ii) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

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(All amounts are Rs. in millions, unless otherwise stated)

g The Company does not have any undisclosed income which is not recorded in the books of account that has been surrendered or disclosed as income during the year (and previous year) in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961".

h The Company does not have any borrowings from banks and financial institutions that are used for any other purpose other than the specific purpose for which it was taken at the reporting balance sheet date.

i The Company has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017.

j The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.

k The company has not entered into any scheme of arrangement which has an accounting impact on current or previous financial year.

l The title deeds of all the immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee), as disclosed in note 3 & 4 to the financial statements, are held in the name of the company, except for the following:

| Description | Gross carrying value | | Title deeds held in the name of | Whether title deed holder is a promoter, director or relative of promoter/ director or employee of promoter / director | Property held since which date | Reason for not being held in the name of the company |
|---|---|---|---|---|---|---|
| | As at March 31, 2024 | As at March 31, 2023 | | | | |
| Free Hold Land | 2.72 | 2.72 | Subhiksha Agro Farms Pvt Ltd | No | From FY 2013-14 | For certain properties acquired through amalgamation/merger, the name change in the name of the Company is pending |
| | 3.93 | 3.93 | Yarra Agro Estates Pvt Ltd | No | | |
| | 12.83 | 13.28 | Reliance Granite Pvt Ltd | No | | |
| | 1.47 | 1.47 | Victorian granite Pvt Ltd | No | | |
| | 0.18 | 0.18 | Ind Natali Granite Limited | No | | |
| | 13.44 | 13.44 | Opusasia Technologies Pvt Ltd | No | | |
| **Total-(a)** | **34.57** | **35.02** | | | | |

*Gross Carrying value excludes land revaluation on account of Ind AS transition

m The Company has not revalued its property, plant and equipment during the financial year 2023-24.

**47 The Code on Social Security 2020**

The Code on Social Security 2020 (the Code) relating to employee benefits, during the employment and post-employment, has received Presidential assent on September 28, 2020. The Code has been published in the Gazette of India. Further, the Ministry of Labour and Employment has released draft rules for the Code on November 13, 2020. However, the effective date from which the changes are applicable is yet to be notified and rules for quantifying the financial impact are also not yet issued.

The Company will assess the impact of the Code and will give appropriate impact in the financial statements in the period in which, the Code becomes effective and the related rules to determine the financial impact are published.

**48 Ratios as per the Schedule III requirements**

| S.No | Ratio | Numerator | Denominator | 31 March 2024 | 31 March 2023 | Change in Ratio | % Change in Ratio | Reason for change more than 25% |
|---|---|---|---|---|---|---|---|---|
| 1 | Current Ratio (in times) | Current assets | Current liabilities | 1.99 | 1.62 | 0.37 | 23% | Not a major variance |
| 2 | Debt-Equity Ratio (in times) | Total Debt | Total equity | 0.16 | 0.25 | (0.09) | -36% | Ratio decreased as a result of increase in equity share capital. |
| 3 | Debt Coverage Ratio (in times) | Earnings available for debt service | Total Interest, principal repayments and lease payments | 3.49 | 2.21 | [illegible] | 58% | The ratio's improvement corresponds with the year-over-year increase in profit. |
| 4 | Return on Equity (ROE) (in %) | Net Profits after taxes | Total equity | 0.18 | 0.13 | 0.05 | 37% | An increase in the ratio corresponds with a rise in the sale quantity and price, which boosts annual profits. |
| 5 | Inventory turnover ratio (In times) | Sales | Average inventory | 9.96 | 8.41 | 1.54 | 18% | Not a major variance |
| 6 | Trade receivables turnover ratio (in times) | Revenue from operations | Average Trade Receivables | 7.30 | 8.25 | (0.95) | -12% | Not a major variance |

Hyderabad

Midwest Limited Hyderabad

(All amounts are Rs. in millions, unless otherwise stated)

| | | | | | | | | |
|---|---|---|---|---|---|---|---|---|
| 7 | Trade payables turnover ratio (in times) | Net Credit Purchases | Average Trade Payables | 10.14 | 9.67 | 0.47 | 5% | Not a major variance |
| 8 | Net capital turnover ratio (in times) | Revenue from operations | Working Capital | 3.84 | 5.16 | (1.32) | -25% | Not a major variance |
| 9 | Net profit ratio (in %) | Net profit after tax | Revenue from operations | 0.21 | 0.15 | 0.07 | 46% | The increase in the ratio is due to increase of sales and cost efficiency. |
| 10 | Return on Capital employed (in %) | Earnings before interest and taxes | Capital Employed | 0.22 | 0.16 | 0.06 | 39% | Growth in sales and loan payback are the reasons for increased profitability. This suggests that the company's operational performance and debt management have improved. |
| 11 | Return on Investments (in %) | Net profit | Net investments | 0.18 | 0.13 | 0.05 | 37% | Growth in sales and cost effiency are the reasons for increased profitability. This suggests that the company's return on investment have improved. |

**49 Subsequent events**

i) The Company has divested its entire shareholding of 23,09,500 equity shares representing 70.63 % held in Midwest Gold Limited, Subsidiary Company on June 13 2024 to Mr Kollareddy Rama Raghava Reddy, Promoter of the Company. The shares were transferred at the rate of Rs 22.75/- per equity share as per the valuation report obtained from the Registered Valuer.

ii) The company has changed its name from Midwest Granite Private Limited to Midwest Private Limited pursuant to a special resolution passed in the extraordinary general meeting of the shareholders of the Company held on 07 May 2024 and subsequently the fresh certificate of incorporation issued by ROC on 02 July 2024.

iii) The Company has converted itself from Private Limited to Public Limited, pursuant to a special resolution passed in the extraordinary general meeting of the shareholders of the Company held on 15 July 2024 and consequently the name of the Company has changed to "Midwest Limited" pursuant to a fresh certificate of incorporation issued by ROC on 28 August 2024.

iv) Pursuant to resolution passed by our Board and Shareholders dated 15 May 2024 and 11 June 2024, respectively, each equity shares of face value of Rs.100 each of our Company has been split into Twenty Equity Shares of face value of Rs.5 each. Accordingly, the issued, subscribed and paid up capital of our Company has been sub-divided from 966,069 equity shares of face value of Rs.100 each to 19,321,380 Equity Shares of face value of Rs.5 each.

v) Pursuant to resolutions passed by our Board at their meeting held on July 5, 2024 and the Shareholders at their EGM held on July 9, 2024, our Company has approved the issuance of 14,491,035 Equity Shares of face value of ₹5 each as a part of bonus issue to the existing equity shareholders, whose name appears in the list of beneficial owners on the record date i.e., July 9, 2024 in the ratio of 3 equity shares of face value ₹5 for 4 equity shares of face value ₹5 held, which were allotted by the Board at their meeting held on July 15, 2024.

As per our report of even date
**For M S K A & Associates**
Chartered Accountants
ICAI Firm Registration No.:105047W

**Ananthakrishnan Govindan**
Partner
Membership No: 205226

Place: Hyderabad
Date: 27 September 2024

For and on behalf of the Board of Directors of
Midwest Limited (formerly known as Midwest Private Limited)
(CIN : U14102TG1981PLC003317)

**K. Ramachandra**
Director
DIN:00060086

**K. Soumya**
Director
DIN:01760289

**Chalasani Dilip Kumar**
Chief Financial Officer

Rohit Tibrewal
Company Secretary
M No: A31385

Place: Hyderabad
Date: 27 September 2024

1101/B, Manjeera Trinity Corporate
JNTU-Hitech City Road, Kukatpally
Telangana, Hyderabad 500072, INDIA

## INDEPENDENT AUDITOR'S REPORT

To the Members of Midwest Limited

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

### Opinion

We have audited the accompanying consolidated financial statements of **Midwest Limited** (Formerly known as Midwest Private Limited prior to that Midwest Granite Private Limited) (hereinafter referred to as the "Holding Company") and its subsidiaries (Holding Company, and its subsidiaries together referred to as "the Group"), its jointly controlled entity, which comprise the Consolidated Balance Sheet as at March 31, 2024 and the Consolidated Statement of Profit and Loss including Other Comprehensive Income, the Consolidated Statement of Changes in Equity and the Consolidated Statement of Cash Flows for the year then ended, and notes to the Consolidated Financial Statements, including material accounting policy information 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, and based on consideration of reports of other auditors on separate financial statements and subsidiaries and jointly controlled entity, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with Companies (Indian Accounting Standards) Rules, 2015, as amended ("Ind AS") and other accounting principles generally accepted in India, of their consolidated state of affairs of the Group and its jointly controlled entity as at March 31, 2024, of consolidated profit and other comprehensive income, consolidated changes in equity and its consolidated cash flows for the year then ended.

### Basis for Opinion

We conducted our audit of the consolidated financial statements in accordance with the Standards on Auditing (SAs), as specified under section 143(10) of the Act. Our responsibilities under those SAs 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 its jointly controlled entity in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in terms of the Code of Ethics issued by Institute of Chartered Accountant of India ("ICAI"), and the relevant provisions of the Act and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained and on consideration of audit reports of other auditors referred to in paragraph (a) of the "Other Matters" section below, is sufficient and appropriate to provide a basis for our opinion.

### 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 includes the Director's report but does not include the consolidated financial statements and our auditor's report thereon.

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

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements, or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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### Responsibilities of Management and Board of Directors for the Consolidated Financial Statements

The Holding Company's Management and Board of Directors are responsible for the preparation and presentation of these consolidated financial statements in term of the requirements of the Act that give a true and fair view of the consolidated financial position, consolidated financial performance, consolidated changes in equity and consolidated cash flows of the Group including its Jointly controlled entity in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act. The respective Management and Board of Directors of the companies included in the Group and of its jointly controlled entity are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and of its jointly controlled entity 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 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 Management and Board of Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial statements, the respective Management and Board of Directors of the companies included in the Group and of its jointly controlled entity are responsible for assessing the ability of the Group and of its jointly controlled entity to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The respective Management and Board of Directors of the companies included in the Group and of its jointly controlled entity are responsible for overseeing the financial reporting process of each company.

### 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 Standards on Auditing ("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.

We give in "Annexure A" a detailed description of Auditor's responsibilities for Audit of the Consolidated Financial Statements.

### Other Matters

a. We did not audit the financial statements of 11 subsidiaries, and 1 jointly controlled entity, whose financial statements reflect total assets of Rs.1,540.23 Mn as at March 31, 2024, total revenues of Rs.72.36 Mn and net cash flows amounting to Rs.78.09 Mn for the year ended on that date, as considered in the consolidated financial statements. These financial statements have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, the jointly controlled entity, 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, the jointly controlled entity, is based solely on the reports of the other auditors.

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Certain of these 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 Holding Company's management has converted the financial statements and other financial information 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 Holding 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 Holding Company and audited by us.

b. The consolidated financial statements of the Company for the year ended March 31, 2023, were audited by another auditor. They had modified their report dated September 30, 2023.

Our opinion on the consolidated financial statements is not modified in respect of the above matters.

**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 reports of the other auditors on the separate Financial Statements of the subsidiaries and its jointly controlled entity referred to in the Other Matters section above we report, to the extent applicable, that:

a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statements.

b. In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books except for the matters stated in the paragraph 1(h)(vi) below on reporting under Rule 11(g).

c. The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss including other comprehensive income, the Consolidated Statement of Changes in Equity and the Consolidated Statement of Cash Flow 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, the aforesaid consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act.

e. On the basis of the written representations received from the directors of the Holding Company as on March 31, 2024 taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditors of its subsidiary companies and its jointly controlled entity incorporated in India, none of the directors of the Group companies, its jointly controlled entity incorporated in India are disqualified as on March 31, 2024 from being appointed as a director in terms of Section 164 (2) of the Act.

f. With respect to the adequacy of internal financial controls with reference to consolidated financial statements of the Group, its jointly controlled entity incorporated in India and the operating effectiveness of such controls, refer to our separate report in "Annexure B".

g. The reservation relating to the maintenance of accounts and other matters connected therewith are stated in paragraph 1(b) above on reporting under Section 143(3)(b) and paragraph 1(h)(vi) below on reporting under Rule 11(g).

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

i. The consolidated financial statements disclose the impact of pending litigations on the consolidated financial position of the Group, and its jointly controlled entity - Refer Note 36 to the consolidated financial statements.

ii. The Group, and its jointly controlled entity did not have any material foreseeable losses on long-term contracts including derivative contracts.

iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Holding Company, and its subsidiary companies and its jointly controlled entity incorporated in India.

iv.

(1) The respective Managements of the Holding Company and its subsidiaries and its jointly controlled entity which are companies incorporated in India whose financial statements have been audited under the Act have represented to us and the other auditors of such subsidiaries and its jointly controlled entity respectively that, to the best of their knowledge and belief, other than as disclosed in the Note 17 to the consolidated financial statements, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Holding Company or any of such subsidiaries and its jointly controlled entity to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Holding Company or any of such subsidiaries and its jointly controlled entity ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(2) The respective Managements of the Holding Company and its subsidiaries and its jointly controlled entity which are companies incorporated in India whose financial statements have been audited under the Act have represented to us and the other auditors of such subsidiaries and its jointly controlled entity respectively that, to the best of their knowledge and belief, other than as disclosed in the Note X to the consolidated financial statements, no funds have been received by the Holding Company or any of such subsidiaries and its jointly controlled entity from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Holding Company or any of such subsidiaries and its jointly controlled entity shall, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(3) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances performed by us and that performed by the auditors of the subsidiaries and its jointly controlled entity which are companies incorporated in India whose financial statements have been audited under the Act, and according to the information and explanations provided to us by the Management of the Holding company in this regard nothing has come to our or other auditors' notice that has caused us or the other auditors to believe that the representations under sub-clause (i) and (ii) of Rule 11(e) as provided under (1) and (2) above, contain any material mis-statement.

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v. In respect of dividend declared and paid during the year by the holding company and its subsidiary, except for not transferring amount of dividend to separate bank account as specified in sub-section (4) of section 123 of the Act, declaration and payment of dividend is in accordance with section 123 of the Companies Act 2013.

vi.

(a) Based on our examination, the Holding Company and one of the subsidiary companies audited by us, has used an accounting software for maintaining its books of account during the year ended March 31, 2024, which has a feature of recording audit trail (edit log) facility, except that the audit trail feature was not enabled in the accounting software throughout the year.

(b) In respect of one subsidiary, the accounting software used by the subsidiary for maintaining its books of account for the year ended March 31,2024 had a feature of recording audit trail (edit log) facility, but the accounting software's audit trail feature has not been operated throughout the year ended March 31,2024 as it was enabled only with effect from February 06, 2024. Further, during the course of their audit, they did not come across any instances of the audit trail feature being tampered with after it being enabled, as reported by the other auditors.

(c) In respect of two subsidiaries and one jointly controlled entity, the accounting software used by those subsidiary and jointly controlled entity for maintaining its books of account for the year ended March 31, 2024, had a feature of recording audit trail (edit log) facility, but the accounting software's audit trail feature has not been operated throughout the year ended March 31, 2024, as it was not enabled as reported by the respective other auditors.

2. The company has converted into Public Limited Company with effect from August 28, 2024. In our opinion, according to information, explanations given to us, the provisions of Section 197 of the Act and the rules thereunder are not applicable to the Group and its jointly controlled entity for the financial year ended March 31, 2024, as it was a Private Limited Company.

3. According to the information and explanations given to us, the details of Qualifications/adverse remarks made by the respective auditors of the subsidiaries, in the Companies (Auditor's Report) Order 2020 (CARO) Reports issued till the date of our audit report for the companies included in the consolidated financial statements are as follows:

| Sr. No | Name of the Company | CIN | Type of Company (Holding /Subsidiary/ jointly controlled entity) | Clause number of the CARO Report which is qualified or Adverse |
|---|---|---|---|---|
| 1 | Midwest Limited | U14102TG1981PTC003317 | Holding Company | (i)(c); (iii)(e) and (vii)(a) |
| 2 | Midwest Gold Limited | L13200TG1990PLC163511 | Subsidiary Company | (vii)(a) |
| 3 | Andhra Pradesh Granite (Midwest) Private Limited | U14102TG2007PTC054390 | Subsidiary Company | (vii)(a), (iii)(d), (iii)(e) |
| 4 | AP Midwest Galaxy Private Limited | U14299AP2022PTC123536 | Subsidiary Company | (vii)(a) |
| 5 | Midwest Neostone Private Limited | U26990AP2017PTC104823 | Subsidiary Company | (vii)(a) |

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| | | | | |
|---|---|---|---|---|
| 6 | South Coast Infrastructure Development Company Of Andhra Pradesh Limited | U45200TG2007PLC052299 | Jointly Controlled Entity | (xvii) |

**For M S K A & Associates**
**Chartered Accountants**
ICAI Firm Registration No. 105047W

**Ananthakrishnan Govindan**
Partner
Membership No.205226
**UDIN:** 24205226BKEAMG6035

Place: Hyderabad
Date: September 27,2024

ANNEXURE A TO THE INDEPENDENT AUDITOR'S REPORT ON EVEN DATE ON THE CONSOLIDATED FINANCIAL STATEMENTS OF MIDWEST LIMITED

Auditor's Responsibilities for the Audit of the 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 has adequate internal financial controls with reference to consolidated financial statements 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 and Board of Directors.
- Conclude on the appropriateness of the management and Board of Directors 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 jointly controlled entity 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 jointly controlled entity 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 jointly controlled entity 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.

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.

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Chartered Accountants

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.

**For M S K A & Associates**
**Chartered Accountants**
ICAI Firm Registration No. 105047W

**Ananthakrishnan Govindan**
Partner
Membership No.205226
**UDIN:** 24205226BKEAMG6035

Place: Hyderabad
Date: September 27,2024

ANNEXURE B TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE CONSOLIDATED FINANCIAL STATEMENTS OF MIDWEST LIMITED

[Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' in the Independent Auditors' Report of even date to the Members of Midwest Limited on the consolidated Financial Statements for the year ended March 31, 2024]

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

**Opinion**

In conjunction with our audit of the consolidated financial statements of the Company as of and for the year ended March 31, 2024, we have audited the internal financial controls reference to consolidated financial statements of Midwest Limited (hereinafter referred to as "the Holding Company") which includes the internal financial controls over financial reporting of the Holding Company's its subsidiary companies (the Holding Company and its subsidiaries together referred to as "the Group"), its jointly controlled companies, which are companies incorporated in India, as of that date.

Reporting under clause (i) of sub section 3 of Section 143 of the Act in respect of the adequacy of the internal financial controls with reference to financial statements is not applicable to one subsidiary and one jointly controlled entity incorporated in India namely AP Midwest Galaxy Private Limited and South Coast Infrastructure Development Company of Andhra Pradesh Limited pursuant to MCA notification GSR 583(E) dated 13 June 2017.

In our opinion, and to the best of our information and according to the explanations given to us, the Holding Company, its subsidiary companies, and jointly controlled companies, which are companies incorporated in India, have, in all material respects, an adequate internal financial controls with reference to consolidated financial statements and such internal financial controls with reference to consolidated financial statements were operating effectively as at March 31, 2024, based on the internal financial controls with reference to consolidated financial statements 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 ("the ICAI").

**Management and Board of Director's Responsibility for Internal Financial Controls**

The respective Management and the Board of Directors of the Holding Company, its subsidiary companies, and jointly controlled companies, which are companies incorporated in India, are responsible for establishing and maintaining internal financial controls based on the internal control with reference to consolidated financial statements criteria established by the respective companies considering the essential components of internal control stated in the Guidance Note. 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 Act.

**Auditor's Responsibility**

Our responsibility is to express an opinion on the internal financial controls with reference to consolidated financial statements of the Holding Company, its subsidiary companies, its associate companies and jointly controlled 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 ICAI and the Standards on Auditing

MSKA & Associates Hyderabad Chartered Accountants

prescribed under section 143(10) of the Act, 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 with reference to consolidated financial statements 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 with reference to consolidated financial statements and their operating effectiveness. Our audit of internal financial controls with reference to consolidated financial statements included obtaining an understanding of internal financial controls with reference to consolidated financial statements, 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 consolidated financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained and the audit evidence obtained by the other auditors in terms of their reports referred to in the Other Matter paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls with reference to consolidated financial statements of the Holding Company, its subsidiary companies, and jointly controlled companies, which are companies incorporated in India.

**Meaning of Internal Financial Controls With Reference to Consolidated Financial Statements**

A company's internal financial control with reference to consolidated financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of consolidated financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control with reference to consolidated financial statements 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 consolidated financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the consolidated financial statements.

**Inherent Limitations of Internal Financial Controls With Reference to Consolidated Financial Statements**

Because of the inherent limitations of internal financial controls with reference to consolidated financial statements, 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 with reference to consolidated financial statements to future periods are subject to the risk that the internal financial control with reference to consolidated financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

M.S.K.A & ASSOCIATES Hyderabad Chartered Accountants

Other Matter

Our aforesaid report under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls with reference to consolidated financial statements insofar as it relates to 2 subsidiary companies which are companies incorporated in India, is based on the corresponding reports of the auditors of such companies incorporated in India. Our opinion is not modified in respect of this matter.

**For M S K A & Associates**
**Chartered Accountants**
ICAI Firm Registration No. 105047W

**Ananthakrishnan Govindan**
Partner
Membership No.205226
**UDIN:** 24205226BKEAMG6035

Place: Hyderabad
Date: September 27,2024

M S K A & ASSOCIATES
Hyderabad
Chartered Accountants

Midwest Limited (formerly known as Midwest Private Limited)
(CIN : U14102TG1981PLC003317)
Consolidated Balance Sheet as at 31 March 2024
*(All amounts are Rs. in millions, unless otherwise stated)*

| | Note | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|---|
| Assets | | | |
| Non-current assets | | | |
| Property, plant and equipment | 3 | 2,389.71 | 2,427.82 |
| Capital work-in-progress | 5a | 132.73 | 21.56 |
| Right-of-use assets | 4a | 131.27 | 110.74 |
| Goodwill | 5c | 15.48 | 15.30 |
| Other intangible assets | 3 | 0.31 | 0.31 |
| Intangible assets under development | 5b | 1,058.85 | 1,032.23 |
| Investments accounted for using the equity method | 6a | - | 6.85 |
| Financial assets | | | |
| (i) Investments | 6b | 185.73 | 184.57 |
| (ii) Other financial assets | 7 | 123.60 | 120.07 |
| Deferred tax assets (net) | 9 | 36.07 | 31.28 |
| Other non-current assets | 8 | 534.08 | 293.16 |
| **Total non-current assets** | | **4,607.83** | **4,243.89** |
| **Current assets** | | | |
| Inventories | 10 | 371.99 | 574.18 |
| Financial assets | | | |
| (i) Investments | 6b | 189.32 | 8.26 |
| (ii) Trade receivables | 11 | 1,190.69 | 962.46 |
| (iii) Cash and cash equivalents | 12a | 254.58 | 110.16 |
| (iv) Bank balances other than cash and cash equivalents | 12b | 27.33 | 23.85 |
| (v) Loans | 13 | 118.00 | 110.48 |
| (vi) Other financial assets | 7 | 94.02 | 1.42 |
| Other current assets | 14 | 717.46 | 525.30 |
| **Total current assets** | | **2,963.39** | **2,316.11** |
| **Total assets** | | **7,571.22** | **6,560.00** |
| **Equity and liabilities** | | | |
| **Equity** | | | |
| Equity share capital | 15 | 96.61 | 7.43 |
| Other equity | 16a | 4,848.55 | 4,088.84 |
| **Equity attributable to owners of the parent** | | **4,945.16** | **4,096.27** |
| Non-controlling interests | 16b | 45.57 | 22.46 |
| **Total equity** | | **4,990.73** | **4,118.73** |
| **Liabilities** | | | |
| **Non-current liabilities** | | | |
| Financial liabilities | | | |
| (i) Borrowings | 17 | 566.44 | 613.80 |
| (ia) Lease liabilities | 4b | 30.08 | 17.94 |
| (ii) Other financial liabilities | 18 | 174.29 | - |
| Provisions | 19 | 48.37 | 48.33 |
| Other non-current liabilities | 20 | - | 2.24 |
| **Total non-current liabilities** | | **819.18** | **682.31** |
| **Current liabilities** | | | |
| Financial liabilities | | | |
| (i) Borrowings | 21 | 638.39 | 876.96 |
| (ia) Lease liabilities | 4b | 6.55 | 1.53 |
| (ii) Trade payables | 22 | | |
| - Total outstanding dues of micro and small enterprises | | 30.03 | - |
| - Total outstanding dues of creditors other than micro and small enterprises | | 185.76 | 205.01 |
| (iii) Other financial liabilities | 23 | 199.81 | 183.17 |
| Other current liabilities | 24 | 648.13 | 450.67 |
| Provisions | 19 | 18.33 | 13.13 |
| Current tax liabilities (net) | 25 | 34.31 | 28.49 |
| **Total current liabilities** | | **1,761.31** | **1,758.96** |
| **Total liabilities** | | **2,580.49** | **2,441.27** |
| **Total equity and liabilities** | | **7,571.22** | **6,560.00** |

*See accompanying notes forming part of the consolidated financial statements* 1 -50

As per our report attached
**For M S K A & Associates**
Chartered Accountants
ICAI Firm Registration No.:105047W

**Ananthakrishnan Govindan**
Partner
Membership No: 205226

Place: Hyderabad
Date: 27 September 2024

For and on behalf of the Board of Directors of
**Midwest Limited (formerly known as Midwest Private Limited)**

Midwest Limited Hyderabad

**Ramchandra Kollareddy**
**Whole time director**
DIN:00060086

**Soumya Kukreti**
**Whole time director**
DIN:01760289

**Ch. Dilip Kumar**
Chief Financial Officer

**Rohit Tibrewal**
Company Secretary
M No: A31385

Place: Hyderabad
Date: 27 September 2024

Place: Hyderabad
Date: 27 September 2024

Midwest Limited (formerly known as Midwest Private Limited)
(CIN : U14102TG1981PLC003317)
Consolidated Statement of Profit and Loss for the year ended 31 March 2024
*(All amounts are Rs. in millions, unless otherwise stated)*

| | Note | For the year ended 31 March 2024 | For the year ended 31 March 2023 |
|---|---|---|---|
| Income | | | |
| Revenue from operations | 26 | 5,856.24 | 5,025.17 |
| Other income | 27 | 177.06 | 197.16 |
| **Total income** | | 6,033.30 | 5,222.33 |
| **Expenses** | | | |
| Quarry expenses | 32 | 550.81 | 635.00 |
| Seigniorage and cess fees | 33 | 1,045.06 | 953.61 |
| Cost of materials consumed | 28a | 72.23 | 82.92 |
| Purchases of stock-in-trade | | 68.65 | 42.46 |
| Consumption of stores and spare parts | 28c | 753.55 | 909.18 |
| Changes in inventories of finished goods, stock-in-trade and work-in-progress | 28b | 184.86 | (114.85) |
| Employee benefits expense | 29 | 414.99 | 389.20 |
| Finance costs | 30 | 91.64 | 90.61 |
| Depreciation and amortisation expense | 31 | 221.80 | 215.43 |
| Other expenses | 34 | 1,251.66 | 1,231.83 |
| **Total expenses** | | **4,655.25** | **4,435.39** |
| **Profit before share of profit of joint ventures and tax** | | **1,378.05** | **786.94** |
| **Share of profit of joint ventures accounted using the equity method** | | - | **0.05** |
| **Profit before tax for the year** | | **1,378.05** | **786.99** |
| **Tax expenses** | | | |
| Current tax | 45 | 371.43 | 228.19 |
| Tax pertaining to earlier years | | 13.44 | 6.04 |
| Deferred tax | | (10.06) | 8.40 |
| **Total tax expense** | | **374.81** | **242.63** |
| **Profit after tax for the year** | | **1,003.24** | **544.36** |
| **Other comprehensive income/(loss)** | | | |
| **(a) Items that will not be reclassified to profit or loss** | | | |
| (i) Re-measurement gains/ (losses) on defined benefit plans | | (1.58) | 4.64 |
| (ii) Income tax relating to above item | | 0.36 | (1.17) |
| | | **(1.22)** | **3.47** |
| **(b) Items that may be reclassified to profit or loss** | | | |
| (i) Exchange differences in translating the financial statements of foreign operations | | 8.04 | 57.39 |
| (ii) Income tax relating to above items | | - | - |
| | | **8.04** | **57.39** |
| **Total other comprehensive income for the year** | | **6.82** | **60.86** |
| **Total comprehensive income for the year** | | **1,010.06** | **605.22** |
| **Profit for the year attributable to:** | | | |
| a) Owners of the company | | 965.29 | 540.83 |
| b) Non-controlling interest | | 37.95 | 3.53 |
| **Other comprehensive income attributable to:** | | | |
| a) Owners of the company | | 6.61 | 60.62 |
| b) Non-controlling interest | | 0.21 | 0.24 |
| **Total comprehensive income attributable to:** | | | |
| a) Owners of the company | | 971.90 | 601.45 |
| b) Non-controlling interest | | 38.16 | 3.77 |
| Earnings per equity share (Face value of share Rs.5 each) | | | |
| - Basic (Rs) | | 29.67 | 16.10 |
| - Diluted (Rs) | | 29.67 | 16.10 |

*See accompanying notes forming part of the consolidated financial statements* *1 -50*

As per our report attached
**For M S K A & Associates**
Chartered Accountants
ICAI Firm Registration No.:105047W

Ananthakrishnan Govindan
Partner
Membership No: 205226

Place: Hyderabad
Date: 27 September 2024

For and on behalf of the Board of Directors of
**Midwest Limited (formerly known as Midwest Private Limited)**

Midwest Limited Hyderabad

Ramchandra Kollareddy
Whole time director
DIN:00060086

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Ch. Dilip Kumar
Chief Financial Officer

Rohit Tibrewal
Company Secretary
M No: A31385

Place: Hyderabad
Date: 27 September 2024

Place: Hyderabad
Date: 27 September 2024

Midwest Limited (formerly known as Midwest Private Limited)
(CIN : U14102TG1981PLC003317)
Consolidated Statement of Changes in Equity for the year ended 31 March 2024
*(All amounts are Rs. in millions, unless otherwise stated)*

A. Equity share capital

| | Note | No. of Shares | Amount |
|---|---|---|---|
| **Balance as at 31 March 2023** | | 74,313 | 7.43 |
| Changes in equity share capital during the year | 15 | 8,91,756 | 89.18 |
| **Balance as at 31 March 2024** | | 9,66,069 | 96.61 |

B. Other Equity

| | Reserves and Surplus | | | | | | Other Comprehensive Income (OCI) | | | Attributable to Equity holders of Company | Non Controlling Interest | Total |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | Capital reserve | Forfeited shares | Capital Redemption Reserve | General reserve | Share Application Money pending allotment | Retained earnings | Revaluation Surplus | Foreign currency Translation Reserve | Equity instruments through OCI | | | |
| **Balance as at 01 April 2022** | 123.13 | 0.07 | 1.80 | 160.71 | 18.96 | 2,455.46 | 570.80 | 122.93 | (0.98) | 3,452.88 | 62.15 | 3,515.03 |
| Total comprehensive income for the year | | | | | | | | | | | | |
| a) Profit for the year | - | - | - | - | - | 540.83 | | - | - | 540.83 | 3.53 | 544.36 |
| b) Other comprehensive income for the year, net of income tax | - | - | - | - | - | - | | 57.39 | 3.22 | 60.61 | 0.24 | 60.85 |
| **Total (a+b)** | - | - | - | - | - | 540.83 | - | 57.39 | 3.22 | 601.44 | 3.77 | 605.21 |
| Transaction with owners in their capacity as owners | | | | | | | | | | | | |
| Share Application Money received during the year[2] | - | - | - | - | 21.34 | - | | - | - | 21.34 | - | 21.34 |
| Transfer of realised gain on sale of land from revaluation surplus[3] | | | | | | 0.45 | (0.45) | | | - | - | - |
| Transfer to Capital Reserve on acquisition of Further shares in Subsidiary[4] | 13.18 | - | - | - | - | - | | - | - | 13.18 | (32.50) | (19.32) |
| Adjustment on account of acquisition of Subsidiary[5] | - | - | - | - | - | - | | - | - | - | 0.03 | 0.03 |
| Interim Dividend paid during the year[6] | - | - | - | - | - | - | | - | - | - | (11.00) | (11.00) |
| **Balance as at 31 March 2023** | 136.31 | 0.07 | 1.80 | 160.71 | 40.30 | 2,996.74 | 570.35 | 180.32 | 2.24 | 4,088.84 | 22.46 | 4,111.29 |
| **Balance as at 01 April 2023** | 136.31 | 0.07 | 1.80 | 160.71 | 40.30 | 2,996.74 | 570.35 | 180.32 | 2.24 | 4,088.84 | 22.46 | 4,111.29 |
| Dividend paid during the year[6] | - | - | - | - | | (133.76) | | - | - | (133.76) | - | (133.76) |
| Buy back[8] | - | - | 4.59 | - | - | - | | - | - | 4.59 | - | 4.59 |
| Bonus Shares allotted(refer Note 39(c)) | - | - | - | (89.17) | - | - | | - | - | (89.17) | - | (89.17) |
| Total comprehensive income for the year | - | - | - | - | - | - | | - | - | - | - | - |
| a) Profit for the year | - | - | - | - | - | 965.29 | | - | - | 965.29 | 37.95 | 1,003.24 |
| b) Other comprehensive income for the year, net of income tax | - | - | - | - | - | - | | 8.04 | (1.43) | 6.61 | 0.21 | 6.82 |
| **Total (a+b)** | - | - | - | - | - | 965.29 | - | 8.04 | (1.43) | 971.90 | 38.16 | 1,010.06 |
| Transaction with owners in their capacity as owners | - | - | - | - | - | - | | - | - | - | - | - |
| Transfer of realised gain on sale of land from revaluation surplus | | | | | | 27.31 | (27.31) | | | - | - | - |
| Share Application Money received during the year[2] | - | - | - | - | 6.15 | - | | - | - | 6.15 | - | 6.15 |
| Adjustment on account of acquisition of Subsidiary[5] | - | - | - | - | - | - | | - | - | - | 1.45 | 1.45 |
| **Dividend paid during the year[7]** | - | - | - | - | - | - | | - | - | - | (16.50) | (16.50) |
| **Balance as at 31 March 2024** | 136.31 | 0.07 | 6.39 | 71.54 | 46.45 | 3,855.58 | 543.04 | 188.36 | 0.81 | 4,848.55 | 45.57 | 4,894.11 |

Midwest Limited
Hyderabad

**Midwest Limited (formerly known as Midwest Private Limited)**
**(CIN : U14102TG1981PLC003317)**
**Consolidated Statement of Changes in Equity for the year ended 31 March 2024**
*(All amounts are Rs. in millions, unless otherwise stated)*

1. The amount is resulted on account of (i) reversal of consolidation capital reserve on the merger of RDT Diamond tools private limited and (ii) cancellation of equity share of merged entity - Midwest Mining Private Limited
2. Share application money received by step-down subsidiary Maven Holdings Limited domiciled in Mauritius
3. Transfer of realised gain on sale of free hold land from revaluation surplus
4. The amount is resulted on acquisition of additional interest in subsidiary Andhra Pradesh Granite (Midwest) Private Limited
5. Adjustment on account of acquisition of N.D.R. Mining. co. in financial year ended 31 March, 2023 and Maitreya Minerals in financial year ended 31 March, 2024
6. Dividend paid by the Andhra Pradesh Granite (Midwest) Private Limited in the respective financial years
7. During the year ended March 31 2024, finial dividend paid was recognised for distribution to the equity share holders
8. Buy back of equity share made by the subsidiary Reliance Diamond Tools Private Limited domiciled in Sri Lanka.

*See accompanying notes forming part of the consolidated financial statements*

As per our report attached
**For M S K A & Associates**
Chartered Accountants
ICAI Firm Registration No.:105047W

**Ananthakrishnan Govindan**
Partner
Membership No: 205226

Place: Hyderabad
Date: 27 September 2024

For and on behalf of the Board of Directors of
**Midwest Limited (formerly known as Midwest Private Limited)**

**Ramchandra Kollareddy**
Whole time director
DIN:00060086

**Soumya Kukreti**
Whole time director
DIN:01760289

**Ch. Dilip Kumar**
Chief Financial Officer

**Rohit Tibrewal**
Company Secretary
M No: A31385

Place: Hyderabad
Date: 27 September 2024

Place: Hyderabad
Date: 27 September 2024

Midwest Limited
Hyderabad

Midwest Limited (formerly known as Midwest Private Limited)
(CIN : U14102TG1981PLC003317)
Consolidated Statement of Cash Flows for the year ended 31 March 2024
(All amounts are Rs. in millions, unless otherwise stated)

| | | For the year ended 31 March 2024 | For the year ended 31 March 2023 |
|---|---|---|---|
| **A. Cash flow from operating activities** | | | |
| Profit before tax | | 1,378.05 | 786.94 |
| **Adjustments for :** | | | |
| Depreciation and amortisation expense | | 221.80 | 215.43 |
| Finance costs | | 91.64 | 90.61 |
| Profit on sale of property, plant and equipment | | (28.86) | (9.77) |
| Bad debts written off | | 68.09 | 43.30 |
| Net fair value gain on foreign exchange forward contracts | | - | 4.68 |
| Provision towards / (write-off) credit impaired trade receivables | | 7.60 | (22.87) |
| Sundry balances (written back) / written off | | 4.83 | - |
| Liabilities no longer required written back | | (28.10) | (8.19) |
| Dividend income received from others | | (1.01) | (0.79) |
| Net gain on financial asset measured at FVTPL | | (23.09) | 8.09 |
| Assets discarded | | 16.17 | 0.42 |
| Interest income | | (13.53) | (15.97) |
| **Operating profit before working capital changes** | | **1,693.59** | **1,091.88** |
| **Changes in working capital** | | | |
| (Increase) / Decrease in trade receivables | | (296.32) | (558.37) |
| (Increase) / Decrease in inventories | | 202.19 | (64.31) |
| (Increase) / Decrease in other financial assets | | (96.13) | (3.00) |
| (Increase) / Decrease in other current assets | | (244.86) | (157.04) |
| Increase / (Decrease) in trade payables | | 10.78 | 2.68 |
| Increase / (Decrease) in other financial liabilities | | 185.51 | (159.72) |
| Increase / (Decrease) in provision | | 3.66 | 1.78 |
| Increase / (Decrease) in other liabilities | | 199.70 | (472.37) |
| **Cash generated from operations** | | **1,658.12** | **(318.47)** |
| Income taxes paid (net of refunds) | | (379.05) | (200.99) |
| **Net cash flow/(Used) from/(in) operating activities** | A | **1,279.07** | **(519.46)** |
| **B. Cash flows from investing activities** | | | |
| Payments for purchase of property, plant and equipment (including capital advances) | | (630.90) | (444.52) |
| Purchase of right-to-use asset | | (19.71) | - |
| Proceeds from disposal of property, plant and equipment | | 163.42 | 101.58 |
| Payment for purchase of investments | | (159.57) | (110.85) |
| Proceeds from sale of investments | | 7.29 | 15.98 |
| Payment of acquisition of shares from non-controlling interests | | - | (16.00) |
| Deposits placed having original maturity of more than 3 months, net | | (3.48) | 257.13 |
| Loans (given) / received to related parties and others | | (7.48) | 5.33 |
| Dividend received from others | | 1.01 | 0.79 |
| Interest received | | 13.53 | 15.97 |
| **Net cash flow used in investing activities** | B | **(635.89)** | **(174.59)** |
| **C. Cash flow from financing activities** | | | |
| Proceeds from/(repayment) of long term borrowings (net) | | (47.46) | 110.03 |
| Proceeds from/(repayment) of Short term borrowings (net) | | (238.47) | 415.89 |
| Proceeds from/(repayment) of Lease Liability(net) | | (4.80) | (1.70) |
| Share Application Money received | | 6.15 | 21.34 |
| Dividend paid to company's share holders | | (133.76) | - |
| Dividend paid to non-controlling interests | | (16.50) | (11.00) |
| Interest paid | | (63.92) | (86.45) |
| **Net cash flow/(Used) from/(in) financing activities** | C | **(498.76)** | **448.11** |
| **Net increase/(decrease) in cash and cash equivalents** | [A+B+C] | 144.42 | (245.94) |
| Cash and cash equivalents at the beginning of the year | | 110.16 | 356.10 |
| **Cash and cash equivalents at end of the year (refer Note 12a)** | | **254.58** | **110.16** |

See accompanying notes forming part of the consolidated financial statements
As per our report attached
**For M S K A & Associates**
Chartered Accountants
ICAI Firm Registration No.:105047W

Ananthakrishnan Govindan
Partner
Membership No: 205226

Place: Hyderabad
Date: 27 September 2024

For and on behalf of the Board of Directors of
**Midwest Limited (formerly known as Midwest Private Limited)**

Ramchandra Kollareddy
Whole time director
DIN:00060086

Soumya Kukreti
Whole time director
DIN:01760289

Ch. Dilip Kumar
Chief Financial Officer

Rohit Tibrewal
Company Secretary
M No: A31385

Midwest Limited Hyderabad

Place: Hyderabad
Date: 27 September 2024

Place: Hyderabad
Date: 27 September 2024

**1.Corporate information**

Midwest Limited (Formerly known as Midwest Private Limited, prior to it Midwest Granite Private Limited) ("The Company" or "The Parent" or "The Holding Company") together with its subsidiaries and jointly controlled entities (collectively, "the Group") is a public limited company domiciled and incorporated in India under the provisions of Companies Act, 1956 on 11 December 1981. The Company was converted into a public limited company under the Companies Act, 2013 pursuant to a special resolution passed by the Shareholders dated July 15, 2024, and consequently, the name of the Company was changed to 'Midwest Limited' and a fresh certificate of incorporation dated August 28, 2024 was issued by the Registrar of Companies, Central Processing Centre. The Company's registered office is at 8-2-684/3/25 & 26, ROAD NO.12 Banjara Hills, Hyderabad, Telangana, India, 500032.

The consolidated financial statements comprise the financial statements of the Company and its subsidiaries and the Group's interest in joint ventures for the year ended 31 March 2024. The Group is engaged in the business of exploration, exploitation, manufacturing, processing and selling of dressed Granite blocks, Slabs and Diamond cutting wires.

The consolidated financial statements were approved for issue in accordance with a resolution of the directors on 27 September 2024.

**2.Material accounting policies**

**2.1.Basis of preparation**

**A.Statement of Compliance**

The consolidated financial statements have been prepared in accordance with the Indian Accounting Standards (referred to as "Ind AS") prescribed under Section 133 of the Companies Act, 2013 read with Companies (Indian Accounting Standards) Rules, as amended from time to time and other relevant provisions of the Act.

**B.Basis of measurement**

These Consolidated Financial statements have been prepared under the historical cost basis, except for the following items (refer to individual accounting policies for detail):

Financial instruments - Fair value through profit or loss.

Financial instruments - Fair Value through OCI

Property, plant and equipment - Freehold land on revalued basis to the extent stated in relevant schedule

Net defined benefit (asset)/ liability - Present value of defined benefit obligations less fair value of plan assets.

**C.Presentation currency and rounding off**

The Consolidated Financial statements are presented in INR and all values are rounded to nearest millions (INR 000,000), except when otherwise indicated.

**D.Going concern**

The Group has prepared the Consolidated Financial statements on the basis that it will continue to operate as a going concern.

**E.Comparative information and reclassification**

The Consolidated Financial statements provide comparative information in respective of the previous period.

**2.2.Basis of consolidation**

The Consolidated Financial statements comprise the financial statements of the Company, its subsidiaries and Joint controlled Entities as at 31 March 2024.

Where the Group has control over an investee, it is classified as a subsidiary. The Group controls an investee if all three of the following elements are present:

(i) power over the investee

(ii) exposure to variable returns from the investee, and

(iii) the ability of the investor to use its power to affect those variable returns

Control is reassessed whenever facts and circumstances indicate that there may be a change in any of these elements of control

De-facto control exists in situations where the Group has the practical ability to direct the relevant activities of the investee without holding the majority of the voting rights. In determining whether de-facto control exists, the Group considers all relevant facts and circumstances, including:

(i) The size of the company's voting rights relative to both the size and dispersion of other parties who hold voting rights

(ii) Substantive potential voting rights held by the company and by other parties

(iii) Other contractual arrangements

(iv) Historic patterns in voting attendance

The Consolidated Financial statements incorporate the results of business combinations using the acquisition method. In the statement of balance sheet, the acquiree's identifiable assets, liabilities and contingent liabilities are initially recognised at their fair values at the acquisition date. The results of acquired operations are included in the consolidated statement of profit and loss from the date on which control is obtained. They are deconsolidated from the date on which control ceases.

The Consolidated Financial statements are prepared using uniform accounting policies for like transactions and other events in similar circumstances. If a member of the Group uses accounting policies other than those adopted in the Consolidated Financial statements for like transactions and events in similar circumstances, appropriate adjustments are made to that Group member's financial statements in preparing the Consolidated Financial statements to ensure conformity with the Group's accounting policies.

The financial statements of all entities used for the purpose of consolidation are drawn up to same reporting date as that of the parent company, i.e., year ended on 31 March. When the end of the reporting period of the parent is different from that of a subsidiary, the subsidiary prepares, for consolidation purposes, additional financial information as of the same date as the financial statements of the parent to enable the parent to consolidate the financial information of the subsidiary, unless it is impracticable to do so.

**Consolidation procedure:**

a.Combine like items of assets, liabilities, equity, income, expenses and cash flows of the parent with those of its subsidiaries. For this purpose, income and expenses of the subsidiary are based on the amounts of the assets and liabilities recognised in the Consolidated Financial statements at the acquisition date.

Midwest Limited Hyderabad

b. Offset (eliminate) the carrying amount of the parent's investment in each subsidiary and the parent's portion of equity of each subsidiary

c.Eliminate in full intragroup assets and liabilities, equity, income, expenses and cash flows relating to transactions between entities of the group (profits or losses resulting from intragroup transactions that are recognised in assets, such as inventory and fixed assets, are eliminated in full). Intragroup losses may indicate an impairment that requires recognition in the Consolidated Financial statements.

Profit or loss and each component of other comprehensive income ("OCI") are attributed to the equity holders of the parent of the Group and to the non-controlling interests, even if this results in the non-controlling interests having a deficit balance. When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with the Group's accounting policies. All intra-group assets and liabilities, equity, income, expenses and cash flows relating to transactions between members of the Group are eliminated in full on consolidation.

**2.3.Summary of material accounting policies**

**(a) Property, plant and equipment**

Items of property, plant and equipment are initially recognised at cost. As well as the purchase price, cost includes directly attributable costs and the estimated present value of any future unavoidable costs of dismantling and removing items.

Freehold land is not depreciated. Depreciation on assets under construction does not commence until they are complete and available for use. Depreciation is provided on all other items of property, plant and equipment so as to write off their carrying value over their expected useful economic lives is as follows:

Buildings - 5 to 60 Years
Plant & Machinery - 10 to 15 Years
Mining Equipment - 8 Years
Vehicles - 8 to 10 Years
Computers - 3 to 6 Years

The Group reviews the estimated residual values and expected useful lives of assets at least annually. In particular, the Group considers the impact of health, safety and environmental legislation in its assessment of expected useful lives and estimated residual values. Furthermore, the Group considers climate related matters, including physical and transition risks. Specifically, the Group determines whether climate related legislation and regulations might impact either the useful life or residual values.

**(b) Leases**

**Identifying leases**

The Group accounts for a contract, or a portion of a contract, as a lease when it conveys the right to use an asset for a period of time in exchange for consideration. Leases are those contracts that satisfy the following criteria:

a. There is an identified asset;

b. The Group obtains substantially all the economic benefits from use of the asset; and

c. The Group has the right to direct use of the asset

The Group considers whether the supplier has substantive substitution rights. If the supplier does have those rights, the contract is not identified as giving rise to a lease.

In determining whether the Group obtains substantially all the economic benefits from use of the asset, the Group considers only the economic benefits that arise use of the asset, not those incidental to legal ownership or other potential benefits.

In determining whether the Group has the right to direct use of the asset, the Group considers whether it directs how and for what purpose the asset is used throughout the period of use. If there are no significant decisions to be made because they are pre-determined due to the nature of the asset, the Group considers whether it was involved in the design of the asset in a way that predetermines how and for what purpose the asset will be used throughout the period of use. If the contract or portion of a contract does not satisfy these criteria, the Group applies other applicable Ind ASs rather than Ind AS 116.

**(c) Intangible assets**

**Internally generated intangible assets (development costs)**

Expenditure on internally developed products is capitalised if it can be demonstrated that:

(i) it is technically feasible to develop the product for it to be sold

(ii) adequate resources are available to complete the development

(iii) there is an intention to complete and sell the product

(iv) the Group is able to sell the product

(v) sale of the product will generate future economic benefits, and

(vi) expenditure on the project can be measured reliably

Capitalised development costs are amortised over the periods the Group expects to benefit from selling the products developed. The amortisation expense is included within the 'depreciation and amortisation expense' in the consolidated statement of profit and loss.

Development expenditure not satisfying the above criteria and expenditure on the research phase of internal projects are recognised in the consolidated statement of profit and loss as incurred.

**(d) Goodwill**

Goodwill represents the excess of the cost of a business combination over the Group's interest in the fair value of identifiable assets, liabilities and contingent liabilities acquired.

Cost comprises the fair value of assets given, liabilities assumed and equity instruments issued, plus the amount of any non-controlling interests in the acquiree plus, if the business combination is achieved in stages, the fair value of the existing equity interest in the acquiree. Contingent consideration is included in cost at its acquisition date fair value and, in the case of contingent consideration classified as a financial liability, remeasured subsequently through profit or loss.

Goodwill is capitalised as an intangible asset with any impairment in carrying value being charged to the profit and loss. Where the fair value of identifiable assets, liabilities and contingent liabilities exceed the fair value of consideration paid, the excess is credited in full to the other comprehensive income and accumulated in equity as capital reserve on the acquisition date.

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**(e) Non-controlling interests**

The Group recognise any non-controlling interest in the acquiree which is a present ownership interest and entitles its holders to a proportionate share of the entity's net assets in the event of liquidation at the present ownership instruments' proportionate share in the recognised amounts of the acquiree's identifiable net assets.

The total comprehensive income of non-wholly owned subsidiaries is attributed to owners of the parent and to the non-controlling interests in proportion to their relative ownership interests.

**(f) Joint arrangements**

The Group is a party to a joint arrangement when there is a contractual arrangement that confers joint control over the relevant activities of the arrangement to the Group and at least one other party. Joint control is assessed under the same principles as control over subsidiaries.

The Group classifies its interests in joint arrangements as either:

- Joint ventures: where the group has rights to only the net assets of the joint arrangement
- Joint operations: where the group has both the rights to assets and obligations for the liabilities of the joint arrangement

In assessing the classification of interests in joint arrangements, the Group considers:

- The structure of the joint arrangement
- The legal form of joint arrangements structured through a separate vehicle
- The contractual terms of the joint arrangement agreement
- Any other facts and circumstances (including any other contractual arrangements)

The Group accounts for its interests in joint ventures using the equity method

Any premium paid for an investment in a joint venture above the fair value of the Group's share of the identifiable assets, liabilities and contingent liabilities acquired is capitalised and included in the carrying amount of the investment in joint venture. Where there is objective evidence that the investment in a joint venture has been impaired the carrying amount of the investment is tested for impairment in the same way as other non-financial assets.

The Group accounts for its interests in joint operations by recognising its share of assets, liabilities, revenues and expenses in accordance with its contractually conferred rights and obligations. In accordance with *Ind AS 111 Joint Arrangements, the Group is required to apply all of the principles of Ind AS 103 Business Combinations when it acquires an interest in a joint operation that constitutes a business as defined by Ind AS 103.*

**(g) Impairment of non-financial assets (excluding inventories, investment properties and deferred tax assets)**

Impairment tests on goodwill and other intangible assets with indefinite useful economic lives are undertaken annually at the financial year end. Other non-financial assets are subject to impairment tests whenever events or changes in circumstances indicate that their carrying amount may not be recoverable. Where the carrying value of an asset exceeds its recoverable amount (i.e. the higher of value in use and fair value less costs to sell), the asset is written down accordingly.

Impairment charges are included in profit or loss, except to the extent they reverse gains previously recognised in other comprehensive income. An impairment loss recognised for goodwill is not reversed.

**(h) Inventories**

Inventories are initially recognised at cost, and subsequently at the lower of cost and net realisable value. Cost comprises all costs of purchase, costs of conversion and other costs incurred in bringing the inventories to their present location and condition.

Weighted average cost is used to determine the cost of ordinarily interchangeable items

**(i) Cash and cash equivalents**

Cash and cash equivalents includes cash in hand, deposits held at call with banks, other short term highly liquid investments with original maturities of three months or less. Bank overdrafts are shown within borrowings in current liabilities on the consolidated balance sheet.

**(j) Financial assets**

The Group classifies its financial assets into one of the categories discussed below, depending on the purpose for which the asset was acquired. Other than financial assets in a qualifying hedging relationship, the Group's accounting policy for each category is as follows:

**Fair value through profit or loss**

This category comprises in-the-money derivatives and out-of-money derivatives where the time value offsets the negative intrinsic value (see "Financial liabilities" section for out-of-money derivatives classified as liabilities). They are carried in the statement of balance sheet at fair value with changes in fair value recognised in the consolidated statement of profit and loss in the other income or expense line. Other than derivative financial instruments which are not designated as hedging instruments, the Group does not have any assets held for trading nor does it voluntarily classify any financial assets as being at fair value through profit or loss.

**Amortised cost**

These assets arise principally from the provision of goods and services to customers (eg trade receivables), but also incorporate other types of financial assets where the objective is to hold these assets in order to collect contractual cash flows and the contractual cash flows are solely payments of principal and interest. They are initially recognised at fair value plus transaction costs that are directly attributable to their acquisition or issue, and are subsequently carried at amortised cost using the effective interest rate method, less provision for impairment.

Impairment provisions for trade receivables are recognised based on the simplified approach within Ind AS 109 using a provision matrix in the determination of the lifetime expected credit losses. During this process the probability of the non-payment of the trade receivables is assessed. This probability is then multiplied by the amount of the expected loss arising from default to determine the lifetime expected credit loss for the trade receivables. For trade receivables, which are reported net, such provisions are recorded in a separate provision account with the loss being recognised in profit or loss. On confirmation that the trade receivable will not be collectable, the gross carrying value of the asset is written off against the associated provision.

Impairment provisions for receivables from related parties and loans to related parties are recognised based on a forward looking expected credit loss model. The methodology used to determine the amount of the provision is based on whether there has been a significant increase in credit risk since initial recognition of the financial asset. For those where the credit risk has not increased significantly since initial recognition of the financial asset, twelve month expected credit losses along with gross interest income are recognised. For those for which credit risk has increased significantly, lifetime expected credit losses along with the gross interest income are recognised. For those that are determined to be credit impaired, lifetime expected credit losses along with interest income on a net basis are recognised.

Midwest Limited
Hyderabad

The Group's financial assets measured at amortised cost comprise trade and other receivables and cash and cash equivalents in the consolidated statement of balance sheet.

**(k) Financial liabilities**

The Group classifies its financial liabilities into one of two categories, depending on the purpose for which the liability was acquired

Other than financial liabilities in a qualifying hedging relationship (see below), the Group's accounting policy for each category is as follows:

**Fair value through profit or loss**

This category comprises out-of-the-money derivatives where the time value does not offset the negative intrinsic value (see "Financial assets" for in-the-money derivatives and out-of-money derivatives where the time value offsets the negative intrinsic value). They are carried in the consolidated balance sheet at fair value with changes in fair value recognised in the profit and loss. The Group does not hold or issue derivative instruments for speculative purposes, but for hedging purposes. Other than these derivative financial instruments, the Group does not have any liabilities held for trading nor has it designated any financial liabilities as being at fair value through profit or loss.

**Other financial liabilities**

Bank borrowings are initially recognised at fair value net of any transaction costs directly attributable to the issue of the instrument. Such interest-bearing liabilities are subsequently measured at amortised cost using the effective interest rate method, which ensures that any interest expense over the period to repayment is at a constant rate on the balance of the liability carried in the consolidated balance sheet. For the purposes of each financial liability, interest expense includes initial transaction costs and any premium payable on redemption, as well as any interest or coupon payable while the liability is outstanding.

Trade payables and other short-term monetary liabilities, which are initially recognised at fair value, are subsequently carried at amortised cost using the effective interest method.

**(l) Share capital**

Financial instruments issued by the Group are classified as equity only to the extent that they do not meet the definition of a financial liability or financial asset.

The Group's ordinary shares are classified as equity instruments.

**(m) Dividends**

Dividends are recognised when they become legally payable. In the case of interim dividends to equity shareholders, this is when declared by the directors. In the case of final dividends, this is when approved by the shareholders at the annual general meeting.

**(n) Provisions**

The Group has recognised provisions for liabilities of uncertain timing or amount including those for leasehold dilapidations and legal disputes. The provision is measured at the best estimate of the expenditure required to settle the obligation at the reporting date, discounted at a pre-tax rate reflecting current market assessments of the time value of money and risks specific to the liability.

**(o) Revenue from contracts with customers**

**Performance obligations and timing of revenue recognition**

The majority of the Group's revenue is derived from selling goods with revenue recognised at a point in time when control of the goods has transferred to the customer. This is generally when the goods are delivered to the customer. However, for export sales, control might also be transferred when delivered either to the port of departure or port of arrival, depending on the specific terms of the contract with a customer. There is limited judgement needed in identifying the point control passes: once physical delivery of the products to the agreed location has occurred, the group no longer has physical possession, usually will have a present right to payment (as a single payment on delivery) and retains none of the significant risks and rewards of the goods in question.

**Determining the transaction price**

Most of the group's revenue is derived from fixed price contracts and therefore the amount of revenue to be earned from each contract is determined by reference to those fixed prices.

**(p) Foreign currencies**

**Functional and presentation currency**

Items included in the Consolidated Financial statements are measured using the currency of the primary economic environment in which the entity operates ('the functional currency'). The Consolidated Financial statements are presented in Indian rupee (INR), which is the Company's functional and Group's presentation currency.

**Transactions and balances**

On initial recognition, all foreign currency transactions are recorded by applying to the foreign currency amount the exchange rate between the functional currency and the foreign currency at the date of the transaction. Gains/losses arising out of fluctuation in foreign exchange rates between the transaction date and settlement date are recognised in the profit and loss.

Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency spot rates of exchange at the reporting date and the exchange differences are recognised in the profit and loss.

Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the dates of the initial transactions. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value is determined. The gain or loss arising on translation of non-monetary items measured at fair value is treated in line with the recognition of the gain or loss on the change in fair value of the item (i.e., translation differences on items whose fair value gain or loss is recognised in OCI or profit or loss are also recognised in OCI or profit or loss, respectively).

**(q) Foreign currencies (continued) Group companies**

The results and financial position of foreign operations (none of which has the currency of a hyperinflationary economy) 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

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On consolidation, exchange differences arising from the translation of any net investment in foreign entities, and of borrowings and other financial instruments designated as hedges of such investments, are recognised in other comprehensive income. When a foreign operation is sold, the associated exchange differences are reclassified to profit or loss, as part of the gain or loss on sale.

Goodwill and fair value adjustments arising on the acquisition of a foreign operation are treated as assets and liabilities of the foreign operation and translated at the closing rate.

**(r) Borrowing costs**

Borrowing costs are capitalised, net of interest received on cash drawn down yet to be expended when they are directly attributable to the acquisition, contribution or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale.

**(s) Employee benefits**

**Defined contribution schemes**

Contributions to defined contribution pension schemes are charged to the profit and loss in the year to which they relate.

**Defined benefit schemes**

Defined benefit scheme surpluses and deficits are measured at:

(i) The fair value of plan assets at the reporting date; less

(ii) Plan liabilities calculated using the projected unit credit method discounted to its present value using yields available on government bonds that have maturity dates approximating to the terms of the liabilities and are denominated in the same currency as the post- employment benefit obligations; less

(iii) The effect of minimum funding requirements agreed with scheme trustees

Remeasurements of the net defined obligation are recognised directly within equity

The remeasurements include

(i) Actuarial gains and losses

(ii) Return on plan assets (interest exclusive)

(iii) Any asset ceiling effects (interest exclusive)

Service costs are recognised in profit or loss, and include current and past service costs as well as gains and losses on curtailments

Net interest expense (income) is recognised in profit or loss, and is calculated by applying the discount rate used to measure the defined benefit obligation (asset) at the beginning of the annual period to the balance of the net defined benefit obligation (asset), considering the effects of contributions and benefit payments during the period.

Gains or losses arising from changes to scheme benefits or scheme curtailment are recognised immediately in profit or loss. Settlements of defined benefit schemes are recognised in the period in which the settlement occurs.

**Other long-term service benefits**

Other employee benefits that are expected to be settled wholly within 12 months after the end of the reporting period are presented as current liabilities.

Other employee benefits that are not expected to be settled wholly within 12 months after the end of the reporting period are presented as non-current liabilities and calculated using the projected unit credit method and then discounted using yields available on government bonds that have maturity dates approximating to the expected remaining period to settlement and are denominated in the same currency as the post-employment benefit obligations

**(t) Deferred tax**

Deferred tax assets and liabilities are recognised where the carrying amount of an asset or liability in the consolidated balance sheet differs from its tax base, except for differences arising on:

(i) The initial recognition of goodwill

(ii) The initial recognition of an asset or liability in a transaction which is not a business combination and at the time of the transaction affects neither accounting or taxable profit, and

(iii) Investments in subsidiaries and joint arrangements where the Group is able to control the timing of the reversal of the difference and it is probable that the difference will not reverse in the foreseeable future.

Recognition of deferred tax assets is restricted to those instances where it is probable that taxable profit will be available against which the difference can be utilised.

The amount of the asset or liability is determined using tax rates that have been enacted or substantively enacted by the reporting date and are expected to apply when the deferred tax liabilities/(assets) are settled/(recovered).

**2.4. Critical accounting estimates and judgements**

The Group makes certain estimates and assumptions regarding the future. Estimates and judgements are continually evaluated based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. In the future, actual experience may differ from these estimates and assumptions. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below.

**A. Judgements**

**a. Leases - determining the lease term of contracts with renewal and termination options - Group as lessee**

The Group determines the lease term as the non-cancellable term of the lease, together with any periods covered by an option to extend the lease if it is reasonably certain to be exercised, or any periods covered by an option to terminate the lease, if it is reasonably certain not to be exercised.

The Group has several lease contracts that include extension and termination options. The Group applies judgement in evaluating whether it is reasonably certain whether or not to exercise the option to renew or terminate the lease. That is, it considers all relevant factors that create an economic incentive for it to exercise either the renewal or termination. After the commencement date, the Group reassesses the lease term if there is a significant event or change in circumstances that is within its control and affects its ability to exercise or not to exercise the option to renew or to terminate.

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B. Estimates and assumptions

a. Leases - estimating the incremental borrowing rate

The Group cannot readily determine the interest rate implicit in the lease, therefore, it uses its incremental borrowing rate (IBR) to measure lease liabilities. The IBR is the rate of interest that the Group would have to pay to borrow over a similar term, and with a similar security, the funds necessary to obtain an asset of a similar value to the right-of-use asset in a similar economic environment. The IBR therefore reflects what the Group 'would have to pay', which requires estimation when no observable rates are available. The Group estimates the IBR using observable inputs (such as market interest rates) when available and is required to make certain entity-specific estimates.

b. Intangible assets under development

The Group capitalises intangible asset under development for a project in accordance with the accounting policy. Initial capitalisation of costs is based on management's judgement that technological and economic feasibility is confirmed, usually when a product development project has reached a defined milestone according to an established project management model. In determining the amounts to be capitalised, management makes assumptions regarding the expected future cash generation of the project, discount rates to be applied and the expected period of benefits.

c. Provision for expected credit losses of trade receivables

The Group uses a provision matrix to calculate ECLs for trade receivables. The provision rates are based on days past due for Groupings of various customer segments that have similar loss patterns.

The provision matrix is initially based on the Group's historical observed default rates. The Group will calibrate the matrix to adjust the historical credit loss experience with forward-looking information. For instance, if forecast economic conditions are expected to deteriorate over the next year which can lead to an increased number of defaults in the sector, the historical default rates are adjusted. At every reporting date, the historical observed default rates are updated and changes in the forward- looking estimates are analysed.

The assessment of the correlation between historical observed default rates, forecast economic conditions and ECLs is a significant estimate. The amount of ECLs is sensitive to changes in circumstances and of forecast economic conditions. The Group's historical credit loss experience and forecast of economic conditions may also not be representative of customer's actual default in the future.

d. Defined benefit plans (post-employment gratuity and other post-employment benefits)

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

The parameter most subject to change is the discount rate. In determining the appropriate discount rate for plans operated in India, the management considers the interest rates of government bonds where remaining maturity of such bond correspond to expected term of defined benefit obligation.

The mortality rate is based on publicly available mortality tables. Those mortality tables tend to change only at interval in response to demographic changes. Future salary increases and gratuity increases are based on expected future inflation rates.

e. Legal proceedings - estimates of claims and legal processes

The Group is currently involved in a number of legal disputes. The Group reviews outstanding legal cases following developments in the legal proceedings and at each reporting date, in order to assess the need for provisions and disclosures in its financial statements. Among the factors considered in making decisions on provisions are the nature of litigation, claim or assessment, the legal process and potential level of damages in the jurisdiction in which the litigation, claim or assessment has been brought, the progress of the case (including the progress after the date of the financial statements but before those statements are issued), the opinions or views of legal advisers, experience on similar cases and any decision of the Group's management as to how it will respond to the litigation, claim or assessment.

C. Fair value measurement

A number of assets and liabilities included in the Group's financial statements require measurement at, and/or disclosure of, fair value. The fair value measurement of the Group's financial and non-financial assets and liabilities utilises market observable inputs and data as far as possible. Inputs used in determining fair value measurements are categorised into different levels based on how observable the inputs used in the valuation technique utilised are (the 'fair value hierarchy'):

Level 1: Quoted prices in active markets for identical items (unadjusted) Level 2: Observable direct or indirect inputs other than Level 1 inputs Level 3: Unobservable inputs (i.e. not derived from market data).

The classification of an item into the above levels is based on the lowest level of the inputs used that has a significant effect on the fair value measurement of the item. Transfers of items between levels are recognised in the period they occur.

2.5 Recent Accounting Procunments (New standards and amendments issued but not effective)

Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. For the year ended March 31, 2024, MCA has not notified any new standards or amendments to the existing standards applicable to the Company.

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3 Property, plant and equipment

| Description | Land | Improvements to Leasehold Premises | Buildings | Plant and equipment | Mining equipment | Furniture and fixtures | Vehicles | Office equipment | Electrical installation | Computers | Water works | Total | Other Intangible Assets |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| Cost | | | | | | | | | | | | | |
| Balance as at 31 March 2022 | 974.08 | 19.59 | 164.06 | 262.10 | 1,427.97 | 25.64 | 87.00 | 25.63 | 72.15 | 8.47 | 16.39 | 3,083.08 | 6.20 |
| Additions | 108.20 | - | 6.13 | 53.99 | 353.22 | 1.34 | 6.73 | 3.92 | 5.41 | 1.96 | 3.67 | 544.57 | - |
| Disposals | (0.49) | - | - | (21.16) | (133.41) | (0.96) | (4.36) | (1.07) | - | (0.78) | - | (162.23) | - |
| Translation adjustments | - | - | (3.95) | (0.71) | 0.42 | 0.02 | (0.04) | 0.06 | - | (0.01) | - | (4.21) | - |
| Balance as at 31 March 2023 | 1,081.79 | 19.59 | 166.24 | 294.22 | 1,648.20 | 26.04 | 89.33 | 28.54 | 77.56 | 9.64 | 20.06 | 3,461.21 | 6.20 |
| Additions | 39.75 | 0.50 | 0.71 | 14.66 | 229.63 | 2.11 | 8.50 | 4.24 | 8.09 | 2.76 | 1.85 | 312.80 | - |
| Disposals | (28.11) | (0.50) | (3.55) | (44.29) | (224.62) | (3.14) | (4.13) | (10.15) | (37.47) | (3.11) | (8.01) | (367.08) | - |
| Translation adjustments | - | - | 0.02 | 0.02 | 0.11 | 0.01 | - | 0.02 | - | - | - | 0.18 | - |
| Balance as at 31 March 2024 | 1,093.43 | 19.59 | 163.42 | 264.61 | 1,653.32 | 25.02 | 93.70 | 22.65 | 48.18 | 9.29 | 13.90 | 3,407.11 | 6.20 |
| Depreciation and amortisation expenses | | | | | | | | | | | | | |
| Balance as at 31 March 2022 | - | 9.65 | 53.17 | 199.05 | 494.47 | 16.02 | 48.08 | 18.77 | 44.68 | 5.88 | 7.08 | 896.84 | 5.89 |
| Depreciation for the year | - | 1.78 | 4.77 | 11.94 | 172.71 | 1.35 | 7.31 | 2.61 | 4.90 | 1.48 | 1.15 | 210.00 | - |
| Disposals | - | - | - | (11.41) | (53.26) | (0.96) | (2.56) | (1.02) | - | (0.78) | - | (69.99) | - |
| Depreciation transferred to development expenses | - | - | 0.03 | - | - | 0.04 | - | - | - | - | - | 0.07 | - |
| Translation adjustments | - | - | (3.27) | (0.71) | 0.42 | 0.02 | (0.04) | 0.06 | - | (0.01) | - | (3.53) | - |
| Balance as at 31 March 2023 | - | 11.43 | 54.70 | 198.87 | 614.34 | 16.47 | 52.79 | 20.42 | 49.58 | 6.57 | 8.23 | 1,033.39 | 5.89 |
| Depreciation for the year | - | 1.81 | 4.91 | 11.10 | 180.51 | 1.48 | 7.08 | 2.51 | 3.89 | 1.76 | 1.32 | 216.37 | - |
| Disposals | - | - | (3.55) | (41.65) | (126.47) | (3.01) | (3.99) | (9.17) | (35.42) | (2.88) | (6.38) | (232.52) | - |
| Translation adjustments | - | - | - | 0.02 | 0.11 | 0.01 | - | 0.02 | - | - | - | 0.16 | - |
| Balance as at 31 March 2024 | - | 13.24 | 56.06 | 168.34 | 668.49 | 14.95 | 55.88 | 13.78 | 18.05 | 5.45 | 3.17 | 1,017.40 | 5.89 |
| | | | | | | | | | | | | | |
| Net carrying amount as at 31 March 2023 | 1,081.79 | 8.16 | 111.54 | 95.35 | 1,033.86 | 9.57 | 36.54 | 8.12 | 27.98 | 3.07 | 11.83 | 2,427.82 | 0.31 |
| Net carrying amount as at 31 March 2024 | 1,093.43 | 6.35 | 107.36 | 96.27 | 984.83 | 10.07 | 37.82 | 8.87 | 30.13 | 3.84 | 10.73 | 2,389.71 | 0.31 |

Notes:
(i) Refer to Note 21 & 38 for information on property, plant and equipment pledged as security by the group.
(ii) The group has not revalued its intangible and tangible Assets during the current year and previous two years

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4a Right-of-use assets and lease liabilities
(i) Information about leases for which the Group is a lessee is as follows:

a. Right-of-Use Assets

| Description | Lease hold land |
|---|---|
| **Gross carrying amount** | |
| **Balance as at 31 March 2022** | **133.02** |
| Translation adjustments | (0.56) |
| **Balance as at 31 March 2023** | **132.46** |
| Additions | 30.03 |
| Disposals | (1.16) |
| **Balance as at 31 March 2024** | **161.33** |
| **Accumulated depreciation** | |
| **Balance as at 31 March 2022** | **16.31** |
| Depreciation for the year | 5.43 |
| Translation adjustments | (0.02) |
| **Balance as at 31 March 2023** | **21.72** |
| Depreciation for the year | 8.40 |
| Disposals | (0.06) |
| **Balance as at 31 March 2024** | **30.06** |
| **Net carrying amount** | |
| **Net carrying amount as at 31 March 2023** | **110.74** |
| **Net carrying amount as at 31 March 2024** | **131.27** |

b. Lease liabilities

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

| Particulars | As at / for the year ended 31 March 2024 | As at / for the year ended 31 March 2023 |
|---|---|---|
| **Balance as at 01 April** | **19.47** | **17.26** |
| Additions during the year | 18.50 | - |
| Interest expense on lease liabilities | 3.46 | 2.38 |
| Payment of lease liabilities | (4.80) | (0.17) |
| **Balance as at 31 March** | **36.63** | **19.47** |
| **Classified as:** | | |
| **Non-Current** | **30.08** | **17.94** |
| **Current** | **6.55** | **1.53** |

(ii) Amounts recognised in statement of profit and loss

| | As at / for the year ended 31 March 2024 | As at / for the year ended 31 March 2023 |
|---|---|---|
| Short term leases and low value assets (Refer Note 34) | 17.14 | 15.52 |
| | **17.14** | **15.52** |

(iii) Contractual maturities of lease liabilities on undiscounted basis as at:

| | As at / for the year ended 31 March 2024 | As at / for the year ended 31 March 2023 |
|---|---|---|
| Less than one year | 4.97 | 1.77 |
| One to five years | 13.04 | 10.28 |
| More than five years | 91.61 | 90.48 |

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**5a Capital work-in-progress**

| Particulars | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| Capital work-in-progress | 132.73 | 21.56 |

**Capital work-in-progress ageing schedule**

| Project in progress | | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|---|
| Amount in capital work-in-progress for a period of | Less than 1 year | 120.06 | 9.94 |
| | 1-2 years | 3.54 | - |
| | 2-3 years | - | - |
| | More than 3 years | 9.13 | 11.62 |
| | Total | 132.73 | 21.56 |

There are no projects as capital work-in-progress as at 31 March 2024 and 31 March 2023 whose completion is overdue or cost of which has exceeded in comparison to its original plan.

**5b Intangible Assets under Development**

| Particulars | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| Intangible Assets under Development | 1,058.85 | 1,032.23 |

**Intangible assets under development ageing schedule**

| Project in progress | | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|---|
| Amount in Intangible Assets under Development for a period of | Less than 1 year | 26.62 | 97.59 |
| | 1-2 years | 97.59 | 84.68 |
| | 2-3 years | 84.68 | - |
| | More than 3 years | 849.96 | 849.96 |
| | Total | 1,058.85 | 1,032.23 |

There are no projects as capital work-in-progress as at 31 March 2024 and 31 March 2023 whose completion is overdue or cost of which has exceeded in comparison to its original plan.

**5c Goodwill**

| Particulars | As at / for the year ended 31 March 2024 | As at / for the year ended 31 March 2023 |
|---|---|---|
| Cost | | |
| Carrying value at the beginning of the year | 15.30 | 18.10 |
| **Additions during the year** | | |
| - Maitreya Minerals | 14.96 | - |
| - N.D.R. Mining Co. | - | 0.52 |
| - Astral Granite Private Limited | - | - |
| **Reversal on Sale of** | | |
| - Astral Granite Private Limited | (14.78) | - |
| **Reversal on additional acquisition of interest in** | | |
| - Andhra Pradesh Granite (Midwest) Private Limited | - | (3.32) |
| **Adjustment on account of Merger of** | | |
| - Midwest Mining Private Limited | - | - |
| **Carrying value at the end of the year** | **15.48** | **15.30** |

**5d Business Combinations:**

**During the Financial year 2023-24**

**i. Acquisition of Maitreya Minerals**

On 14 November 2023, the Company acquired 98% stake in Maitreya Minerals for a purchase consideration of INR 5 million. The purchase consideration of INR 5 million was settled by paying cash.

The provisional allocation of the fair values of identifiable assets and liabilities are as follows:

| Particulars | Acquiree's carrying amount | Fair value adjustments | Purchase price allocated |
|---|---|---|---|
| Property, plant and equipment | 0.15 | - | 0.15 |
| current assets | 0.09 | - | 0.09 |
| (Liabilities) | (10.38) | - | (10.38) |
| **Total** | **(10.14)** | - | **(10.14)** |
| Goodwill | | | 14.96 |
| Non-controlling interests | | | 0.18 |
| Purchase consideration | | | 5.00 |
| Total consideration transferred by cash | | | **5.00** |

*(All amounts are Rs. in millions, unless otherwise stated)*

**ii. Sale of Subsidiaries in Financial Year 2023-24**

| Particulars | Amaya Smart Technologies Private Limited[1] | Midwest Quartz Private Limited[2] | Midwest Advanced Materials Private Limited (Formerly Midwest Rare Earths Private Limited)[3] | Astral Granite Private Limited[4] |
|---|---|---|---|---|
| Sale consideration | 0.10 | 1.50 | 1.50 | 0.42 |
| Carrying amount | 0.93 | (1.47) | 4.02 | (5.22) |
| Impairment if any | 9.77 | - | - | - |
| Goodwill | - | - | - | (14.78) |
| **Gain/(loss) on sale of subsidiary** | **10.80** | **0.03** | **5.52** | **(19.58)** |

1. During the year ended 31 March 2024, the Company sold its 100% stake in Amaya Smart Technologies Private Limited with a enterprise value of Rs. 0.10 million to Samunuru Shyam Sunder Raju. Consequently, a gain on sale aggregating to Rs. 10.80 million araised during the year ended 31 March 2024.

2. During the year ended 31 March 2024, the Company sold its 100% stake in Midwest Quartz Private Limited with a enterprise value of Rs. 1.50 million to Kollaredyy Rama Raghava Reddy. a gain on sale aggregating to Rs. 0.03 million araised during the year ended 31 March 2024.

3. During the year ended 31 March 2024, the Company sold its 100% stake in Midwest Advanced Material Private Limited with a enterprise value of Rs. 1.50 million to Midwest Energy Private Limited. A gain on sale aggregating to Rs. 5.52 million araised during the year ended 31 March 2024.

4. During the year ended 31 March 2024, the Company sold its 100% stake in Astral Granite Private Limited with a enterprise value of Rs. 0.42 million to Prathyusha Nisshankara Rao. Consequently, a loss on sale aggregating to Rs. 19.58 million araised during the year ended 31 March 2024.

**During the Financial year 2022-23**

**i. Acquisition of NDR Mining**

On 24 December 2022, the Company acquired 98% stake in NDR Mining Co. for purchase consideration of INR 2 million. The purchase consideration of INR 2 million was settled by paying cash.

The provisional allocation of the fair values of identifiable assets and liabilities are as follows:

| Particulars | Acquiree's carrying amount | Fair value adjustments | Purchase price allocated |
|---|---|---|---|
| Property, plant and equipment | 0.63 | - | 0.63 |
| current assets | 0.85 | - | 0.85 |
| (Liabilities) | (0.04) | - | (0.04) |
| **Total** | **1.44** | - | **1.44** |
| Goodwill | | | 0.52 |
| Non-controlling interests | | | 0.04 |
| Purchase consideration | | | 2.00 |
| Total consideration transferred by cash | | | **2.00** |

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**6a Investments accounted for using the equity method**

| | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| Investment in Joint Ventures | | |
| South Coast Infrastructure Development Company of Andhra Pradesh Limited* | - | - |
| 25,000 (2023: 25,000) Equity Shares of Rs.10/- each, fully paid | | |
| SMW Granites LLP** | - | 6.85 |
| **Name of the Partner -Share in Profit (%)** | | |
| Midwest Limited - 50% | | |
| Srikanth Daliya -50% | | |
| Total Capital of the LLP - Rs.80,00,000 | | |
| | - | 6.85 |

*The caring value of investment became Nil due to subsequent losses in the JV

**During the year ended 31 March 2024, the Company sold its stake in SMW Granite LLP for the consideraion of Rs. 5.00 million to B. Narashima Reddy aganist its carrying value of Rs.6.85 million. Consequently, the unrealised carrying value has been derecognised

**6b Financial Assets- Investments**

| | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| **(i) Investment in equity instruments** | | |
| **Unquoted (at amortised cost)** | | |
| BEML Midwest Limited | 66.17 | 66.17 |
| 6,617,200 (2023: 6,617,200) Equity Shares of Rs.10/- each | | |
| Less: Impairment in value of investment | (66.17) | (66.17) |
| | - | - |
| **(ii) Investment in Other Entities** | | |
| **Quoted equity shares (at fair value through Profit and loss account)** | | |
| Aditya Birla Fashion and Retail Limited | 1.07 | 1.11 |
| 5,200 (2023 :5,200) Equity shares of Rs.10/- each, fully paid | | |
| Grasim Industries Limited | 3.44 | 2.45 |
| 1,500 (2023: 1,500) Equity shares of Rs.2/- each, fully paid | | |
| Aditya Birla Capital Limited | 0.37 | 0.32 |
| 2,100 (2023: 2,100) Equity shares of Rs.10/- each, fully paid | | |
| **Unquoted Equity Shares (at amortised cost)** | | |
| National Stock Exchange of India Limited | - | 25.58 |
| Nil (2023: 8,500) Equity shares of Rs.1/- each, fully paid | | |
| Midwest Energy Private Limited | 0.01 | 0.01 |
| 1,000 (2023: 1,000) Equity shares of Rs.10/-each, fully paid | | |
| **Total (equity instruments)** | **4.89** | **29.47** |
| **Investment in preference shares (fully paid-up)** | | |
| **(i) Investment in Other Entities (at amortised cost)** | | |
| **Midwest Energy Private Limited - Preference Shares of Rs.100 each** | 134.70 | 126.20 |
| 13,470,000 (2023: 12,620,000) 9% Non-Cumulative Preference Shares of Rs.10/- each, fully paid | | |
| **Total (preference shares)** | **134.70** | **126.20** |

| | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| **Investments in Mutual Funds (at fair value through profit and loss)** | | |
| Baring Private Equity India AIF 2 | 14.08 | 6.23 |
| 150 (2023:150) Units of Rs.100,000/- each, Partly Paid Rs. 85,000/-(2023: 45,000/-) | | |
| Kotak Pre IPO Opportunities Fund | 25.29 | 19.02 |
| 25,395.875 (2023: 19,484.706) Units of Rs.1,000/- each, fully paid | | |

Midwest Limited Hyderabad

Midwest Limited (formerly known as Midwest Private Limited)
(CIN : U14102TG1981PLC003317)
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*(All amounts are Rs. in millions, unless otherwise stated)*

| | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| Nippon India Mutual Fund BeES (formerly known as Reliance ETF Liquid BeES)<br>0.725 (2023: 747.692) Units of Rs.1,000/- each, fully paid | - | 0.75 |
| Fireside Ventures Investment Fund III<br>75 Units (2023: 37.50) of Rs.100,000/- each, fully paid | 6.77 | 2.75 |
| Total (Investment in Mutual Funds) | 46.14 | 28.75 |
| Investment in government securities (at amortised cost):<br>National Savings Certificates (Pledged as Security deposit with government authorities) | - | 0.15 |
| **Total (Investment in government securities)** | - | **0.15** |
| **Investment in equity instruments (Quoted):(at fair value through profit and loss)** | | |
| Axis Bank Limited<br>Nil (2023: 1,000) Equity shares of Rs.2/- each, fully paid | - | 0.86 |
| Bombay Burmah Trading Corporation Limited<br>Nil (2023: 1,000) Equity shares of Rs.2/- each, fully paid | - | 0.81 |
| DCB Bank Limited<br>Nil (2023: 5,500) Equity shares of Rs.10/- each, fully paid | - | 0.59 |
| Exide Industries Limited<br>Nil (2023: 5,000) Equity shares of Rs.1/- each, fully paid | - | 0.89 |
| Heranba Industries Limited<br>Nil (2023: 1,500) Equity shares of Rs.10/- each, fully paid | - | 0.42 |
| Hindustan Aeronautics Limited<br>Nil (2023: 450) Equity shares of Rs.10/- each, fully paid | - | 1.23 |
| ICICI Bank Limited<br>Nil (2023: 1000) Equity shares of Rs.2/- each, fully paid | - | 0.88 |
| Pokarna Limited<br>Nil (2023: 3,000) Equity shares of Rs.2/- each, fully paid | - | 0.73 |
| TGV Sraac Limited<br>Nil (2023: 8,000) Equity shares of Rs.10/- each, fully paid | - | 0.78 |
| DCX Systems Limited<br>Nil (2023: 508) Equity shares of Rs.10/- each, fully paid | - | 0.07 |
| CMS Info Systems Limited<br>Nil (2023: 400) Equity shares of Rs.10/- each, fully paid | - | 0.11 |
| Nippon India Mutual Fund ETF Liquid BeEs<br>Nil (2023: 29) Units of Rs.1000/- each, fully paid | - | 0.03 |
| Mahindra and Mahindra Limited<br>Nil (2023: 744) Equity Shares of Rs.5/- each, fully paid | - | 0.86 |
| | - | **8.26** |
| **Investment in Mutual Funds (at fair value through profit and loss)** | | |
| Aditya Birla Sun Life Arbitrage Fund - Growth<br>4,321,322.60 (2023: Nil) Units | 105.31 | - |
| ICICI Prudential Equity - Arbitrage Fund - Growth<br>2,671,260.29 (2023: Nil) Units | 84.01 | - |
| **Total Investment in Mutual Funds** | **189.32** | - |
| **Current** | **189.32** | **8.26** |
| **Non- Current** | **185.73** | **184.57** |
| | **375.05** | **192.83** |
| **Aggregate book value of:** | | |
| Quoted investments | 235.46 | 37.01 |
| Unquoted investments | 205.76 | 221.99 |
| Impairment of Investment | (66.17) | (66.17) |

Midwest Limited Hyderabad

(All amounts are Rs. in millions, unless otherwise stated)

7 Other financial assets

| | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| Non-current | | |
| Deposits | | |
| a. Security deposits | 35.77 | 24.59 |
| b. Deposit accounts with maturity for more than 12 months | 20.63 | 0.42 |
| Other receivable* | 67.20 | 95.06 |
| | **123.60** | **120.07** |

* Unassigned Keyman Insurance policies accrued benefits

| | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| Current | | |
| Interest accrued on fixed deposits | 0.23 | 1.25 |
| Forward foreign exchange contracts** | 0.03 | 0.17 |
| Others receivable* | 93.76 | - |
| | **94.02** | **1.42** |

*Note: This includes
(i) Mutual Funds sold by the Company on 28 March 2024, however the settlement occurred post 31 March 2024.
(ii) The Company sold the NSE Equity shares, however the consideration will be received from the buyer on approval of the transaction by NSE.
(iii) Unassigned Keyman Insurance policies accrued benefits
** Hedge accounting : The Company designates its foreign exchange forward contracts as cash flow hedges to mitigate the risk of foreign exchange exposure on highly probable forecasted revenue transactions. Cash flow hedges:The effective portion of changes in fair value of derivatives that are designated and qualify as cash flow hedges is recognized in other comprehensive Income ad accumulated under the heading of cash flow hedging reserve. The gain or loss relating to the ineffective portion is recognized immediately in profit or loss.

8 Other non-current assets

| | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| a. Capital advances | 323.21 | 122.56 |
| b. Prepaid expenses | 19.44 | - |
| c. Security deposits | 122.84 | 76.25 |
| d. Balance with government authorities | 68.58 | 76.65 |
| e. Deposits against cases | - | 2.69 |
| f. Other receivable* | 6.51 | 21.51 |
| g. Provision for other Receivable | (6.50) | (6.50) |
| | **534.08** | **293.16** |

*Note: This amount is given to M/s Venkateswara Granites prior to 2013-14, the same has been provided for in the books

9 Deferred tax Asset (net)

| | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| **Deferred tax liability:** | | |
| **Arising on account of temporary differences in:** | | |
| Property, plant and equipment | 0.83 | (9.27) |
| Other receivables | (27.57) | (23.93) |
| Financial assets measured at FVTPL | (2.13) | (0.03) |
| Right-to-use of asset | (1.42) | - |
| Prepaid expenses | (3.21) | - |
| | **(33.50)** | **(33.23)** |
| **Deferred tax asset: (refer note no: 45)** | | |
| Expenses allowable on the basis of payment | 9.66 | 13.36 |
| Provision for impairment of investments | 16.65 | 19.11 |
| Provision for expected credit loss allowances | 11.59 | 2.65 |
| Provision for doubtful Advances | 12.03 | 15.43 |
| Provision for employee benefits | 11.94 | 8.35 |
| Lease liabilities | 1.48 | - |
| Prepaid interest | - | 5.61 |
| Prepaid expenses | 6.07 | - |
| Provision from others | 0.15 | - |
| | **69.57** | **64.51** |
| | 36.07 | 31.28 |

Midwest Limited Hyderabad

(All amounts are Rs. in millions, unless otherwise stated)

## 10 Inventories (At lower of cost and net realisable value)

| | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| Raw material (at cost) | 14.78 | 9.06 |
| Work-in-progress | 6.97 | 5.55 |
| Finished goods | 253.85 | 440.58 |
| Stores and spares (at cost) | 89.41 | 112.45 |
| Stock-in-trade | 6.98 | 6.54 |
| | **371.99** | **574.18** |

## 11 Trade receivables

| | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| **Trade receivables** | | |
| Secured, Considered good | 846.41 | 815.32 |
| Unsecured, | | |
| -Considered good | 344.28 | 147.14 |
| -Credit impaired | 70.67 | 93.50 |
| | **1,261.36** | **1,055.96** |
| Less: Allowance for credit impaired | (70.67) | (93.50) |
| | **1,190.69** | **962.46** |

**Notes:**

(i) No trade or other receivable are due from directors or other officers of the Group either severally or jointly with any other person.

(ii) Trade receivables are non-interest bearing and generally on terms of 90 to 120 days

(iii) Trade Receivables are hypothecated with banks where working capital financing is sanctioned.

(iv) The Company's exposure to credit and currency risks, and loss allowances related to trade receivables are disclosed in Note No. 41

**Trade receivables ageing schedule:**

**As at 31 March 2024**

| Particulars | | (i) Undisputed trade receivables - considered good | (ii) Undisputed trade receivables - credit impaired | (iii) Disputed trade receivables which have significant increase in credit risk | Total |
|---|---|---|---|---|---|
| **Not Due** | | 728.63 | - | - | 728.63 |
| **Outstanding for following period from due date of payment** | Less than 6 months | 418.25 | 22.61 | - | 440.86 |
| | 6 months - 1 year | 11.08 | 1.24 | - | 12.32 |
| | 1- 2 years | 18.03 | 7.28 | - | 25.31 |
| | 2-3 years | 0.18 | 8.76 | - | 8.94 |
| | More than 3 years | 6.29 | 39.01 | - | 45.30 |
| **Total** | | **1,182.46** | **78.90** | **-** | **1,261.36** |

**As at 31 March 2023**

| Particulars | | (i) Undisputed trade receivables - considered good | (ii) Undisputed trade receivables - credit impaired | (iii) Disputed trade receivables which have significant increase in credit risk | Total |
|---|---|---|---|---|---|
| **Not Due** | | 611.65 | - | - | 611.65 |
| **Outstanding for following period from due date of payment** | Less than 6 months | 236.34 | - | - | 236.34 |
| | 6 months - 1 year | 61.84 | 3.24 | - | 65.08 |
| | 1- 2 years | 7.82 | 1.88 | - | 9.70 |
| | 2-3 years | 2.12 | 1.28 | - | 3.40 |
| | More than 3 years | 42.69 | 85.75 | 1.35 | 129.79 |
| **Total** | | **962.47** | **92.15** | **1.35** | **1,055.96** |

There are no unbilled dues, hence the same is not disclosed in the ageing schedule

Midwest Limited Hyderabad

(All amounts are Rs. in millions, unless otherwise stated)

12a Cash and cash equivalents

| | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| Cash on hand | 1.21 | 1.80 |
| Balances with banks | | |
| - in current accounts | 133.37 | 108.36 |
| - Deposits with maturity of less than 3 months | 120.00 | - |
| | 254.58 | 110.16 |

Refer Note 42 for information about the Group's exposure to financial risks

12b Bank balances other than cash and cash equivalents

| | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| - Deposits with banks with original maturity of more than three months but less than 12 months | 3.02 | 7.65 |
| - Balances with banks held as margin money (refer below note (ii)) | 24.31 | 16.20 |
| | 27.33 | 23.85 |

Notes:

(i) Refer Note 42 for information about the Group's exposure to financial risks

(ii) Rs. 13.17 millions (31 March 2023: Rs. 12.44 millions, 31 March 2022: Rs. 11.42 millions) is restricted by way of guarantee favouring government bodies, based on terms of agreement.

13 Loans

| | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| **Unsecured, considered good** | | |
| Loans to related parties (refer note No 37) | 63.33 | 30.01 |
| Loans to others | 54.67 | 80.47 |
| | 118.00 | 110.48 |

Refer Note 42 for information about the Group's exposure to financial risks.

**Particulars of loans given as required by sub-section 4 of section 186 of The Companies Act 2013**

| Name of the Entity | South Coast Infrastructure Development Company | Midwest Energy Pvt Ltd | Midwest Mining Private Limited | Midwest Advanced Materials Pvt ltd (Formerly Midwest Rare Earths Pvt Ltd) | MR Granites | Fourvees Builders India Pvt Ltd |
|---|---|---|---|---|---|---|
| Related/Not Related | Related | Related | Not Related | Related | Not Related | Not Related |
| Balance | | | | | | |
| As at March 31, 2024 | 30.01 | 1.90 | - | 31.41 | 29.63 | 25.05 |
| As at March 31, 2023 | 30.01 | - | 0.99 | - | 27.25 | 52.23 |
| Period | | | | | | |
| As at March 31, 2024 | Repayable on Demand | 2 years | NA | 2 year | 1 years | 1 years |
| As at March 31, 2023 | | NA | Repayable on Demand | 2 year | 1 years | 1 years |
| Interest rate | | | | | | |
| As at March 31, 2024 | Interest Free | 9.00% | NA | 9.00% | 9.00% | 9.50% |
| As at March 31, 2023 | (Prior to 2013) | NA | - | 9.00% | 9.00% | 7.50% |
| Purpose | General Corporate Purpose | | | | | |

14 Other current assets

| | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| Advance to suppliers | 83.11 | 133.76 |
| Advances to employees | 6.77 | 5.10 |
| Balance with government authorities | 543.87 | 335.45 |
| Deposits against Legal Cases | 37.55 | 16.61 |
| Prepaid expenses | 46.16 | 34.38 |
| | 717.46 | 525.30 |

Midwest Limited Hyderabad

(All amounts are Rs. in millions, unless otherwise stated)

## 15 Equity Share capital

| | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| **Authorised share capital** | | |
| 1,257,000 (31 March 2023: 1,257,000, 31 March 2022 :1,257,000) Equity shares of Rs.100/- each | 125.70 | 125.70 |
| **Issued, subscribed and paid up** | | |
| 966,069 (31 March 2023: 74,313 31 March 2022 :74,313) Equity shares of Rs.100/- each | 96.61 | 7.43 |
| | **96.61** | **7.43** |

Notes:

**i) Reconciliation of authorised share capital**

| Particulars | As at / for the year ended 31 March 2024 | | As at / for the year ended 31 March 2023 | |
|---|---|---|---|---|
| | No. of shares | Amount in Rs. Mn | No. of shares | Amount in Rs. Mn |
| Outstanding at the beginning of the year | 1,257,000 | 125.70 | 1,257,000 | 125.70 |
| Changes during the year | - | - | - | - |
| Outstanding at the end of the year | 1,257,000 | 125.70 | 1,257,000 | 125.70 |

**ii) Reconciliation of equity shares outstanding at the beginning and at the end of the reporting period:**

| Particulars | As at / for the year ended 31 March 2024 | | As at / for the year ended 31 March 2023 | |
|---|---|---|---|---|
| | No. of shares | Amount in Rs. Mn | No. of shares | Amount in Rs. Mn |
| Outstanding at the beginning of the year | 74,313 | 7.43 | 74,313 | 7.43 |
| Add: | | | | |
| i. issued during the year* | 891,756 | 89.18 | - | - |
| Outstanding at the end of the year | 966,069 | 96.61 | 74,313 | 7.43 |

*Note: During the year, the company issued bonus shares in the ratio of 12 equity shares of Rs. 100 each for every one equity share held by the share holders

**iii) Rights, preferences and restrictions attached to equity shares of Rs. 100 each, fully paid up:**

The Company had only one class of equity shares having par value of Rs.100 per share. Each holder of equity shares is entitled to one vote per share. The Company declares and pays dividends in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. In the event of liquidation of the Parent Company, the holders of equity shares will be entitled to receive remaining assets of the Parent Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

**iv) Shareholders holding more than 5% of each class of shares**

| | As at / for the year ended 31 March 2024 | | As at / for the year ended 31 March 2023 | |
|---|---|---|---|---|
| | No. of shares | % of total shares | No. of shares | % of total shares |
| Mr. K. Rama Raghava Reddy | 8,43,518 | 87.55% | 64,886 | 87.55% |
| Mr. G. Ravindra Reddy | 91,000 | 9.45% | 7,000 | 9.45% |

**v) Shareholding of promoters**

Equity shares of INR 100 each, fully paid up

| Name of promoter | As at / for the year ended 31 March 2024 | | |
|---|---|---|---|
| | No. of Shares | % Holding | % Change during the period |
| Mr. K. Rama Raghava Reddy | 8,43,518 | 87.55% | 0.00% |
| Mr. K. Ramachandra | 1,300 | 0.13% | 0.00% |

| Name of promoter | As at / for the year ended 31 March 2023 | | |
|---|---|---|---|
| | No. of Shares | % Holding | % Change during the year |
| Mr. K. Rama Raghava Reddy | 64,886 | 87.55% | 0.00% |
| Mr. K. Ramachandra | 100 | 9.45% | 0.00% |

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(All amounts are Rs. in millions, unless otherwise stated)

| 16a Other equity | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| **Reserves and surplus** | | |
| Retained earnings (refer note i) | 3,855.58 | 2,996.74 |
| General Reserve (refer note ii) | 71.54 | 160.71 |
| Capital Redemption Reserve (refer note iii) | 6.39 | 1.80 |
| Share Application Money (refer note iv) | 46.45 | 40.30 |
| **Other Reserve** | | |
| Capital Reserve (refer note v) | 136.31 | 136.31 |
| Forfeited Shares (refer note vii) | 0.07 | 0.07 |
| Other comprehensive income (refer note viii) | 732.21 | 752.91 |
| | **4,848.55** | **4,088.84** |

Notes:

| i) Retained earnings | As at / for the year ended 31 March 2024 | As at / for the year ended 31 March 2023 |
|---|---|---|
| Balance at the beginning of the year | 2,996.74 | 2,455.46 |
| Profit for the year | 965.29 | 540.83 |
| Transfer of realised gain on sale of land from revaluation surplus | 27.31 | 0.45 |
| Dividend paid during the year | (133.76) | - |
| | **3,855.58** | **2,996.74** |

| ii) General Reserve | As at / for the year ended 31 March 2024 | As at / for the year ended 31 March 2023 |
|---|---|---|
| Balance at the beginning of the year | 160.71 | 160.71 |
| Bonus Shares allotted | (89.17) | - |
| | **71.54** | **160.71** |

| iii) Capital Redemption Reserve | As at / for the year ended 31 March 2024 | As at / for the year ended 31 March 2023 |
|---|---|---|
| Balance at the beginning of the year | 1.80 | 1.80 |
| Buy Back | 4.59 | - |
| | **6.39** | **1.80** |

| iv) Share Application Money | As at / for the year ended 31 March 2024 | As at / for the year ended 31 March 2023 |
|---|---|---|
| Balance at the beginning of the year | 40.30 | 18.96 |
| Receipt of share application money | 6.15 | 21.34 |
| | **46.45** | **40.30** |

| v) Capital Reserve | As at / for the year ended 31 March 2024 | As at / for the year ended 31 March 2023 |
|---|---|---|
| Balance at the beginning of the year | 136.31 | 123.13 |
| Transfer to Capital Reserve on acquisition of Further shares in Subsidiary | - | 13.18 |
| | **136.31** | **136.31** |

| vi) Forfeited Shares | As at / for the year ended 31 March 2024 | As at / for the year ended 31 March 2023 |
|---|---|---|
| Balance at the beginning of the year | 0.07 | 0.07 |
| | - | - |
| | **0.07** | **0.07** |

Midwest Limited Hyderabad

(All amounts are Rs. in millions, unless otherwise stated)

| vii) Other comprehensive income (OCI) | As at / for the year ended 31 March 2024 | As at / for the year ended 31 March 2023 |
|---|---|---|
| **Remeasurement of defined benefit plan (net of tax)#** | | |
| Balance at the beginning of the year | 2.24 | (0.98) |
| Changes during the year | (1.79) | 4.39 |
| Tax effect on other comprehensive Income | 0.36 | (1.17) |
| Balance at the end of the year | 0.81 | 2.24 |
| **Foreign currency translation reserve (FCTR)** | | |
| Balance at the beginning of the year | 180.32 | 122.93 |
| Transfer from retained earnings | 8.04 | 57.39 |
| Balance at the end of the year | 188.36 | 180.32 |
| **Revaluation Surplus** | | |
| Balance at the beginning of the year | 570.35 | 570.80 |
| Transfer of realised gain on sale of land from revaluation surplus | (27.31) | (0.45) |
| Balance at the end of the year | 543.04 | 570.35 |
| | 732.21 | 752.91 |

#Actuarial valuation reserve comprises the cumulative net gains / losses on actuarial valuation of post-employment obligations.

**16b Non-controlling interests (NCI)**

| | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| Opening balance | 22.46 | 62.15 |
| Share of profit for the year | 37.95 | 3.53 |
| Other comprehensive income / (expenses) for the year (net of tax) | 0.21 | 0.24 |
| Dividend paid during the year | (16.50) | (11.00) |
| Acquisition of subsidiaries | - | 0.03 |
| Sale of subsidiaries | 1.45 | (32.49) |
| Non-controlling interests changes during the year | - | - |
| | **45.57** | **22.46** |

**Nature and purpose of items in other equity**

The following describes the nature and purpose of each item within other equity:

| Particulars | Description and purpose |
|---|---|
| Capital redemption reserve | Amounts transferred on redemption of issued shares |
| Retained earnings | All other net gains and losses and transactions with owners (e.g. dividends) not recognised elsewhere. |
| Revaluation reserve | Gains/losses arising on the revaluation of the Group's owned properties (other than investment properties). On disposal of the asset, the balance of the revaluation reserve is transferred to retained earnings |
| Foreign exchange translation reserve | Gains/losses arising on retranslating the net assets of foreign operations into INR. The cumulative amount is reclassified to profit or loss when the foreign operation is disposed-off. |
| Capital Reserve | The excess of fair value of net assets acquired over consideration paid in a common control transaction is recognised as capital reserve. |
| Forfeited Shares | The cancellation of shares allotted to the investors by the company upon non-payment of required capital or subscription fee or any other agreed amount |
| Other comprehensive income | Other comprehensive income represents the remeasurement of defined benefit plan |

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Midwest Limited (formerly known as Midwest Private Limited)
(CIN : U14102TG1981PLC003317)
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(All amounts are Rs. in millions, unless otherwise stated)

17 Non-current borrowings

| | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| Secured | | |
| Term loan | | |
| - from Bank (refer note (i)) | 703.25 | 729.73 |
| - from other parties (refer note (ii)) | 3.50 | 26.75 |
| | **706.75** | **756.48** |
| **Unsecured** | | |
| From others | 133.42 | 131.15 |
| Agencia Commercial Weng Tai | 96.61 | 95.27 |
| Consolidated Minerals PTE Ltd | 25.01 | 24.67 |
| Consolidated Metals PTE Ltd | 8.34 | 8.22 |
| Vandana Bachheti | 3.45 | - |
| Deepak Kukreti | - | 2.99 |
| Less : Current maturities of non current borrowings | (273.73) | (273.83) |
| | **566.44** | **613.80** |

**Note 17 Details of Non-current borrowings :**
**(i) 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 |
|---|---|---|---|---|---|
| (a) Secured: | | | | | |
| **1.Against Hypothecation of Vehicles and personal guarantee by the Director of the company** | | | | | |
| Yes Bank Limited | 2.91 | 8.92 | 0.17 | 3.00 | 3 months |
| HDFC Bank Limited | 1.88 | 8.35 | 1.48 | 45.00 | 3 Years and 9 months |
| Federal Bank Limited | 1.74 | 8.80 | 1.61 | 44.00 | 3 Years and 8 months |
| HDFC Bank Limited | 3.66 | 8.90 | 3.61 | 59.00 | 4 Years and 11 months |
| **2.Against Hypothecation of Mining Equipment and guaranteed by one of the directors of the company** | | | | | |
| Yes Bank Limited | 9.45 | 9.83 | 0.46 | 3.00 | 3 months |
| Yes Bank Limited | 9.45 | 9.83 | 0.62 | 3.00 | 3 months |
| Axis Bank Limited | 19.12 | 8.77 | 3.73 | 8.00 | 8 months |
| Axis Bank Limited | 8.88 | 8.77 | 1.94 | 9.00 | 9 months |
| Axis Bank Limited | 4.60 | 8.77 | 1.01 | 9.00 | 9 months |
| HDFC Bank Limited | 21.31 | 7.26-7.33 | 9.81 | 20.00 | 1 Year and 8 months |
| Axis Bank Limited | 16.10 | 8.31 & 8.62 | 3.88 | 10.00 | 10 months |
| ICICI Bank Limited | 18.11 | 8.00 | 4.84 | 12.00 | 1 Year |
| HDFC Bank Limited | 37.77 | 8.70 | 13.78 | 19.00 | 1 Year and 7 months |
| Yes Bank Limited | 35.46 | 9.83 | 4.44 | 6.00 | 6 months |
| Yes Bank Limited | 5.40 | 9.87 | 0.15 | 2.00 | 2 months |
| Yes Bank Limited | 15.65 | 9.16 - 9.18 | 13.27 | 38.00 | 3 Years and 2 months |
| Yes Bank Limited | 26.90 | 8.75 | 17.30 | 28.00 | 2 Years and 4 months |
| HDFC Bank Limited | 42.00 | 11.14 | 30.43 | 53.00 | 4 Years and 5 months |
| HDFC Bank Limited | 7.90 | 8.65 | 0.59 | 3.00 | 3 months |
| HDFC Bank Limited | 8.06 | 8.65 | 0.60 | 3.00 | 3 months |
| HDFC Bank Limited | 24.50 | 8.65 | 1.82 | 3.00 | 3 months |
| HDFC Bank Limited | 30.34 | 8.25-8.26 | 5.16 | 7.00 | 7 months |
| ICICI Bank Limited | 41.72 | 7.30 | 22.41 | 23.00 | 1 Years and 11 months |
| HDFC Bank Limited | 28.01 | 7.25 | 15.29 | 24.00 | 2 Years |
| HDFC Bank Limited | 8.55 | 7.02 | 4.84 | 25.00 | 2 Years and 1 month |
| ICICI Bank Limited | 41.71 | 8.09-8.10 | 24.39 | 25.00 | 2 Years and 1 month |
| ICICI Bank Limited | 17.39 | 8.10 | 10.54 | 27.00 | 2 Years and 3 months |
| HDFC Bank Limited | 30.23 | 7.75 | 20.95 | 31.00 | 2 Years and 7 months |
| HDFC Bank Limited | 7.01 | 9.00 | 5.58 | 36.00 | 3 Years |
| HDFC Bank Limited | 3.58 | 9.00 | 2.85 | 36.00 | 3 Years |
| Kotak Mahindra Bank Limited | 54.20 | 7.9,8.74&9.63 | 51.62 | 44.00 | 3 Years and 8 months |
| HDFC Bank Limited | 50.00 | 9.00 | 50.00 | 47.00 | 3 Years and 11 months |
| Yes Bank Limited | 30.04 | 9.50 | 30.04 | 46.00 | 3 Years and 10 months |
| HDFC Bank Limited | 10.76 | 8.75 | 8.29 | 36.00 | 3 Years |

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(All amounts are Rs. in millions, unless otherwise stated)

| 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 |
|---|---|---|---|---|---|
| HDFC Bank Limited | 9.98 | 9.00 | 8.89 | 41.00 | 3 Years and 5 months |
| HDFC Bank Limited | 4.42 | 7.25 | 2.13 | 21.00 | 1 Year and 9 months |
| HDFC Bank Limited | 38.51 | 7.20 | 19.37 | 22.00 | 1 Year and 10 months |
| HDFC Bank Limited | 48.77 | 8.25 | 9.45 | 8.00 | 8 months |
| HDFC Bank Limited | 17.80 | 8.25 | 3.03 | 7.00 | 7 months |
| HDFC Bank Limited | 55.00 | 9.05 | 55.00 | 52.00 | 4 Years and 4 months |
| HDFC Bank Limited | 75.00 | 9.17 | 63.68 | 50.00 | 4 Years and 2 months |
| HDFC Bank Limited | 14.20 | 9.25 | 3.60 | 9.00 | 9 months |
| Federal Bank Limited | 29.04 | 8.80 | 26.94 | 44.00 | 3 Years and 8 months |
| HDFC Bank Limited | 39.38 | 8.25 | 3.11 | 6.00 | 6 Months |
| HDFC Bank Limited | 10.78 | 8.25 | 2.09 | 8.00 | 8 Months |
| Kotak Mahindra Bank Limited | 36.32 | 6.99 | 12.10 | 14.00 | 1 Year and 2 months |
| HDFC Bank Limited | 28.90 | 8.25 | 8.24 | 12.00 | 1 Year |
| Kotak Mahindra Bank Limited | 37.59 | 6.99 | 18.08 | 21.00 | 1 Year and 9 months |
| HDFC Bank Limited | 4.70 | 7.20 | 2.26 | 21.00 | 1 Year and 9 months |
| HDFC Bank Limited | 9.34 | 7.20 | 5.10 | 24.00 | 2 Years |
| Kotak Mahindra Bank Limited | 12.01 | 8.57 | 7.13 | 26.00 | 2 Years and 2 months |
| Kotak Mahindra Bank Limited | 9.38 | 6.99 | 5.46 | 26.00 | 2 Years and 2 months |
| Kotak Mahindra Bank Limited | 4.51 | 8.42 | 2.67 | 26.00 | 2 Years and 2 months |
| Kotak Mahindra Bank Limited | 31.41 | 8.65 | 21.88 | 31.00 | 2 Years and 7 months |
| HDFC Bank Limited | 10.76 | 8.75 | 8.56 | 36.00 | 3 Years |
| HDFC Bank Limited | 7.01 | 9.00 | 5.58 | 36.00 | 3 Years |
| Kotak Mahindra Bank Limited | 5.23 | 9.00 | 4.36 | 38.00 | 3 Years and 2 months |
| ICICI Bank Limited | 8.00 | 9.00 | 6.86 | 39.00 | 3 Years and 3 months |
| Kotak Mahindra Bank Limited | 10.54 | 7.86 | 8.97 | 39.00 | 3 Years and 3 months |
| Kotak Mahindra Bank Limited | 10.54 | 7.69 | 9.12 | 40.00 | 3 Years and 4 months |
| Kotak Mahindra Bank Limited | 9.69 | 8.54 | 8.41 | 40.00 | 3 Years and 4 months |
| Kotak Mahindra Bank Limited | 3.72 | 9.25 | 3.64 | 45.00 | 3 Years and 9 months |
| | | | **703.25** | | |
| **Note (ii) - Term loan from other parties** | | | | | |
| Siemens Financial Service Limited | 33.94 | 0.11 | 3.50 | 4.00 | 4 Months |
| **Unsecured** | | | | | |
| - from others | | | 133.42 | | |
| | | | **133.42** | | |

**18 Other non-current financial liabilities**

| | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| Deposits from customers | 150.17 | - |
| Advance Income | 24.12 | - |
| | **174.29** | - |

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(All amounts are Rs. in millions, unless otherwise stated)

**19 Provisions**

| | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| Provision for employee benefits | | |
| i. Provision for gratuity (Refer note no. 35) | | |
| Non-current | 35.38 | 35.90 |
| Current | 12.81 | 8.81 |
| ii. Provision for compensated absences | | |
| Non-current | 12.99 | 12.43 |
| Current | 5.52 | 4.32 |
| | 66.70 | 61.46 |
| Non-current | 48.37 | 48.33 |
| Current | 18.33 | 13.13 |

**20 Other non-current liabilities**

| | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| Deposits from customers | - | - |
| Deposits from employees | - | 2.24 |
| | - | 2.24 |

**21 Current borrowings**

| | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| Secured | | |
| Working capital loans (refer below note) | 330.79 | 532.44 |
| Loan from others | 33.87 | 70.69 |
| Current maturities of long term borrowings | 273.73 | 273.83 |
| | 638.39 | 876.96 |

**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:**

Margin money deposit with principals

**Collateral security:**

Equitable Mortgage with security coverage of 41% of Property - Plot no25a, Sr No.41 and 42 situated at Krishnasagara, Attibele Industrial Area, Karnataka belonging to the subsidiary Company (Midwest Gold Limited).
The company disinvested in Midwest Gold Limited on 13th of June, 2024 and now it is a not subsidiary.

**Personal guarantee:**

Personal Guarantee by two Directors (Mrs. K Ranganayakamma and Mr. K Rama Chandra) and a relative of Directors of the company (Mr. K Rama Raghava Reddy)

**Corporate guarantee:**

By Midwest Gold Limited (Subsidiary Company)
The above loans carry's interest @ 3 Months T Bill rate plus 2.40 %

**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 (Mrs. K Soumya, Mrs. K Ranganayakamma and Mr. K Rama Chandra) and a one relative of Directors of the company (Mr. K Rama Raghava Reddy)

**From Shinhan Bank**

**Security:** Duly and unconditionally accepted documents (bills) backed by Letter of Credits
The above loans carry's interest @ SOFR "Secured Overnight Financing Rate" plus spread p.a.

**(ii) Working capital loans from Kotak Mahindra Bank Limited**

**Primary security:**

First and exclusive charge on all existing and future current assets and unencumbered moveable Property Plant and Equipment of the company.

**Collateral security:**

Equitable mortgage of buildings located at Banjara Hills belonging to Midwest Limited (formerly known as Midwest Private Limited).

**Personal guarantee:**

Personal guarantee by Managing Director (Mr. K Rama Chandra) and a relative of Directors of the company (Mr. K Rama Raghava Reddy)

**Corporate guarantee:**

Corporate guarantee by holding company
The above loans carry interest @ 3M EBLR + 4.25% (spread)(FY 2022-23 - EBLR+5.75% (spread))

**(ii) Working capital loans from Shinhan Bank**

**Security:**

Duly accepted documents (bills) backed by letter of credit from bank of repute up to Shinhan Bank satisfaction
The above loans carry interest @ SOFR plus 1.35% p.a up to 180 days

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## 22 Trade payables

| | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| Trade payables | | |
| - Total outstanding dues of micro and small enterprises | 30.03 | - |
| - Total outstanding dues of creditors other than micro and small enterprises | 185.76 | 205.01 |
| | **215.79** | **205.01** |

Notes:

(i) Trade payables are non-interest bearing and are normally settled in 30-90 days terms.

(ii) Refer Note 42 for information about the Group's financial risks management process

**Trade payables ageing schedule as at 31 March 2024**

| Particulars | Payables Not Due | Outstanding for following periods from due date of payment | | | | |
|---|---|---|---|---|---|---|
| | | Less than 1 year | 1-2 years | 2-3 years | More than 3 years | Total |
| (i) MSME | 2.23 | 27.80 | - | - | - | 30.03 |
| (ii) Others | - | 113.87 | 64.08 | 2.23 | 5.58 | 185.76 |
| (iii) Disputed dues - MSME | - | - | - | - | - | - |
| (iv) Disputed dues - Others | - | - | - | - | - | - |
| (v) Unbilled dues | - | - | - | - | - | - |
| | **2.23** | **141.67** | **64.08** | **2.23** | **5.58** | **215.79** |

**Trade payables ageing schedule as at 31 March 2023**

| Particulars | | Outstanding for following periods from due date of payment | | | | |
|---|---|---|---|---|---|---|
| | Payables Not Due | Less than 1 year | 1-2 years | 2-3 years | More than 3 years | Total |
| (i) MSME | - | - | - | - | - | - |
| (ii) Others | - | 137.84 | 43.14 | 11.98 | 12.05 | 205.01 |
| (iii) Disputed dues - MSME | - | - | - | - | - | - |
| (iv) Disputed dues - Others | - | - | - | - | - | - |
| (v) Unbilled dues | - | - | - | - | - | - |
| | **-** | **137.84** | **43.14** | **11.98** | **12.05** | **205.01** |

## 23 Other financial liabilities

| | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| Employee benefit expense payable | 89.68 | 87.12 |
| Interest accrued but not due on borrowings | 27.72 | - |
| Capital creditors | 5.80 | - |
| Creditors for expenses | - | 96.05 |
| Other payable* | 76.61 | - |
| | **199.81** | **183.17** |

*Note: This amount belongs to Royalty and Infrastructure development fee payable to Govt authorities

## 24 Other current liabilities

| | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| Statutory liabilities | 10.46 | 9.06 |
| Advance from customers | 579.89 | 394.07 |
| Others payables | 57.78 | 47.54 |
| | **648.13** | **450.67** |

## 25 Current tax liabilities (net)

| | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| Current tax payable | 371.43 | 229.63 |
| **Current tax assets** | | |
| Advance tax including self assessment tax | (316.50) | (182.50) |
| TDS and TCS receivable | (20.62) | (18.64) |
| | **34.31** | **28.49** |

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## 26 Revenue from operations

| | For the year ended 31 March 2024 | For the year ended 31 March 2023 |
|---|---|---|
| Revenue from contracts with customers (Refer Note 46) | | |
| Sale of products | 5,761.07 | 4,973.31 |
| Sale of traded goods | 89.84 | 40.45 |
| Other operating revenue | | |
| - Scrap sales | 5.29 | 11.36 |
| - Export incentives | 0.04 | 0.05 |
| | **5,856.24** | **5,025.17** |

## 27 Other income

| | For the year ended 31 March 2024 | For the year ended 31 March 2023 |
|---|---|---|
| Job work income | - | 94.16 |
| Interest income | | |
| - On fixed deposits | 10.11 | 11.20 |
| - On loans | 3.42 | 4.77 |
| - Financial assets at amortised cost | 7.15 | - |
| Fair value of current investment measured at FVTPL | 8.49 | - |
| Rental income | 5.28 | 11.57 |
| Other non-operating income | | |
| - Profit on sale of property, plant and equipment | 100.04 | 9.93 |
| - Liabilities no longer required written back | 28.10 | 51.14 |
| - Net gain of foreign exchange fluctuation | 3.42 | - |
| - Dividend income | 1.01 | 0.79 |
| - Miscellaneous income | 10.04 | 13.60 |
| | **177.06** | **197.16** |

## 28 Cost of materials consumed

| | | For the year ended 31 March 2024 | For the year ended 31 March 2023 |
|---|---|---|---|
| 28(a) | Inventories of raw material at the beginning of the year | 9.06 | 32.99 |
| | Add: Purchases during the year | 77.95 | 58.66 |
| | Adjustment on acquisition of subsidiary | - | 0.33 |
| | Less: Inventories of raw material at the end of the year | 14.78 | 9.06 |
| | | **72.23** | **82.92** |

## 28(b) Changes in inventories of finished goods, stock-in-trade and work-in-progress

| | For the year ended 31 March 2024 | For the year ended 31 March 2023 |
|---|---|---|
| **Inventory at the beginning of the year** | | |
| Finished goods | 440.58 | 284.53 |
| Work-in-progress | 5.54 | 46.74 |
| Stock-in-trade | 6.54 | 6.54 |
| | **452.66** | **337.81** |
| **Inventory at the end of the year** | | |
| Finished goods | 253.85 | 440.58 |
| Work-in-progress | 6.97 | 5.54 |
| Stock-in-trade | 6.98 | 6.54 |
| | **267.80** | **452.66** |
| **Net decrease/(increase)** | **184.86** | **(114.85)** |
| Total material consumed | **257.09** | **(31.93)** |

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28(c) Stores and spares consumed

| | For the year ended 31 March 2024 | For the year ended 31 March 2023 |
|---|---|---|
| Opening stock of stores and spares | 112.45 | 139.06 |
| Add: Purchases | 730.51 | 882.57 |
| Less: Closing stock of stores and spares | 89.41 | 112.45 |
| | **753.55** | **909.18** |

**29 Employee benefits expenses**

| | For the year ended 31 March 2024 | For the year ended 31 March 2023 |
|---|---|---|
| Salaries, wages, bonus and other allowances | 365.94 | 347.11 |
| Contribution to provident and other funds | 7.67 | 7.76 |
| Gratuity and compensated absences expenses (refer note 35) | 13.90 | 12.26 |
| Staff welfare expenses | 27.48 | 22.07 |
| | **414.99** | **389.20** |

**30 Finance costs**

| | For the year ended 31 March 2024 | For the year ended 31 March 2023 |
|---|---|---|
| Interest expense on borrowings | | |
| - Interest on term loans | 59.00 | 61.40 |
| - Interest on working capital | 21.91 | 20.03 |
| Interest expense on lease liabilities | 0.88 | 2.38 |
| Interest expense on delay in payment of taxes | 0.06 | 0.24 |
| Other Interest expenses | - | 4.35 |
| Other borrowing costs | 9.79 | 2.22 |
| | **91.64** | **90.61** |

**31 Depreciation and amortisation expense**

| | For the year ended 31 March 2024 | For the year ended 31 March 2023 |
|---|---|---|
| Depreciation of property, plant & equipment (Refer Note 3) | 216.37 | 210.00 |
| Amortisation of right-to-use assets (Refer Note 4a) | 5.43 | 5.43 |
| | **221.80** | **215.43** |

**32 Quarry expenses**

| | For the year ended 31 March 2024 | For the year ended 31 March 2023 |
|---|---|---|
| Quarry expenses | 224.94 | 229.13 |
| Feet drilling expenses | 41.46 | 55.00 |
| Raw block cutting expenses | 84.33 | 113.70 |
| Wire saw cutting expenses | 196.37 | 221.47 |
| Equipment hiring charges | 3.71 | 15.70 |
| | **550.81** | **635.00** |

**33 Seigniorage and cess fees**

| | For the year ended 31 March 2024 | For the year ended 31 March 2023 |
|---|---|---|
| Royalty expenses - ADMG | 422.29 | 402.27 |
| Royalty expenses - APMDC | 359.24 | 310.49 |
| Consideration - ADMG | 202.37 | 184.09 |
| Other royalty expenses - ADMG* | 61.16 | 56.76 |
| | **1,045.06** | **953.61** |

*It includes SMETF (State Mineral Exploration Trust Fund), DMETF (District Mineral Exploration Trust Fund), Merit, DMF (District Mineral Foundation) and Cess on royalty

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34 Other expenses

| | For the year ended 31 March 2024 | For the year ended 31 March 2023 |
|---|---|---|
| Job work charges | 9.38 | 64.21 |
| Repairs and maintenance : | | |
| - Machinery | 363.52 | 339.64 |
| - Buildings | 0.23 | 1.92 |
| - Others | 13.84 | 9.63 |
| - Vehicle maintenance | 2.24 | 6.48 |
| Carriage & freight | 279.88 | 283.27 |
| Power and fuel | 108.97 | 104.82 |
| Sales commission | 19.69 | 15.25 |
| Business promotion | 0.31 | 0.18 |
| Bank charges | 4.46 | 5.43 |
| Communication, broadband and internet expenses | 3.31 | 3.53 |
| Insurance | 16.73 | 18.27 |
| Travelling and conveyance | 73.63 | 56.25 |
| Rent | 17.14 | 15.52 |
| Rates and taxes | 15.03 | 30.96 |
| Infrastructure development fees | 17.96 | 15.52 |
| Net loss on foreign currency transactions and translations | - | 28.60 |
| Professional & consultancy fees | 60.21 | 37.84 |
| Printing, stationary, postage and courier | 2.62 | 2.43 |
| Donations | 4.98 | 5.76 |
| Corporate and social responsibility (CSR) expenses (refer Note ii below) | 20.34 | 7.94 |
| Auditors remuneration (refer Note i below) | 5.14 | 3.77 |
| Security charges | 18.48 | 24.73 |
| Advertisement | 5.28 | 3.48 |
| Allowance for credit impaired trade receivable | 7.60 | 20.00 |
| Allowance for doubtful advances | 2.89 | - |
| Bad debts written off | 68.09 | 43.40 |
| Goodwill on loss of control | 14.77 | - |
| Loss on sale of property, plant & equipment and investments | 43.46 | 3.87 |
| Book deficit on assets discarded | 16.17 | 0.42 |
| Sundry balances written off | 4.83 | - |
| Miscellaneous expenses | 30.48 | 78.72 |
| | **1,251.66** | **1,231.83** |

**Note (i) Payments to auditors:**

The following is the breakup of Auditors remuneration (exclusive of indirect taxes)

| | For the year ended 31 March 2024 | For the year ended 31 March 2023 |
|---|---|---|
| **Payment to auditors** | | |
| As Statutory auditor | 3.62 | 2.24 |
| For Tax audit | 0.25 | 0.70 |
| For Taxation matters | - | 0.30 |
| For Consolidation | 1.00 | - |
| For Certification | - | 0.40 |
| For Limited review | 0.05 | 0.05 |
| For Reimbursement of expenses | 0.22 | 0.08 |
| | **5.14** | **3.77** |

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Note (ii) Details of Corporate social responsibility expenditure:

| | For the year ended 31 March 2024 | For the year ended 31 March 2023 |
|---|---|---|
| (i) Gross amount required to be spent by the Company during the year | 20.21 | 12.83 |
| (ii) Amount approved by the Board to be spent during the year | 20.34 | 7.94 |
| (iii) Amount spent during the year (in cash) | | |
| - construction/ acquisition of any asset | 2.36 | 3.09 |
| - on purpose other than above | 17.98 | 4.85 |
| (iv) Shortfall / (Excess) at the end of the year | (0.13) | 4.89 |
| (v) Total of previous years shortfall | 4.89 | - |
| (vi) Details of related party transactions | - | - |
| (vii) Where a provision is made with respect to a liability incurred by entering into a | - | - |
| Opening provision | (0.02) | (4.91) |
| Addition during the year | 20.21 | 12.83 |
| Utilisation | 20.34 | 7.94 |
| Closing provision | (0.15) | (0.02) |

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35 **Employee benefits**

a) **Defined benefit plan**

Gratuity:

The Company provides Gratuity for employees in India as per the Payment of Gratuity Act, 1972. All employees are entitled to gratuity benefits on exit from service due to retirement, resignation or death. There is a vesting period of 5 years on exits due to retirement or resignation.

This defined benefit plans expose the Company to actuarial risks, such as longevity risk, interest rate risk and market (investment) risk.

The present value of the defined benefit obligation and the relevant current service cost are measured using the Projected Unit Credit Method, with actuarial valuations being carried out at each Balance sheet date.

b) **Amounts recognised as expense:**

**Defined contribution plan**

Provident fund and employee state insurance:'

'Contributions were made to provident fund and Employee State Insurance in India for the employees of the Company as per the regulations. These contributions are made to registered funds administered by the Government of India. The obligation of the Company is limited to the amount contributed and it has no further contractual nor any other constructive obligation.

Contribution towards employee provident fund and Others, which is a defined contribution plan for the year aggregated to Rs 7.67 (31 March 2023: 7.75)

c) Amounts recognised in the Financial statements as at year end for Gratuity provision are as under:

| | As at / for the year ended 31 March 2024 | As at / for the year ended 31 March 2023 |
|---|---|---|
| **i) Change in Present Value of Obligation** | | |
| Present value of the obligation at the beginning of the year | 44.72 | 45.71 |
| Current Service Cost | 4.15 | 3.54 |
| Interest Cost | 3.10 | 3.17 |
| Past Service Cost | - | 0.45 |
| Actuarial (Gain) / Loss on Obligation- Due to Change in Financial Assumptions | (1.21) | (0.48) |
| Actuarial (Gain) / Loss on Obligation- Due to Change in Demographic Assumptions | 3.12 | - |
| Actuarial (Gain) / Loss on Obligation- Due to Experience Adjustments | 0.96 | (4.15) |
| Benefits Paid | (6.66) | (3.51) |
| Present value of the obligation at the end of the year | **48.18** | **44.72** |
| **ii) Bifurcation of present value of Benefit obligation** | | |
| Current- Amount due within one year | 12.81 | 8.81 |
| Non-current- Amount due after one year | 35.37 | 35.91 |
| Total | **48.18** | **44.72** |
| **iii) Maturity analysis** | | |
| Year 1 | 13.09 | 9.06 |
| Year 2 | 6.30 | 2.93 |
| Year 3 | 5.78 | 3.83 |
| Year 4 | 5.86 | 3.78 |
| Year 5 | 4.97 | 4.76 |
| Year 6 to Year 10 | 30.99 | 47.12 |
| **iv) Sensitivity analysis** | | |
| Discount Rate - 1 percent increase | 46.27 | 41.97 |
| Discount Rate - 1 percent decrease | 50.29 | 47.84 |
| Salary Escalation Rate - 1 percent increase | 50.29 | 47.61 |
| Salary Escalation Rate - 1 percent decrease | 46.23 | 42.07 |
| **v) Amounts recognised in the Balance Sheet:** | | |
| Present value of obligation at the end of the year | 48.18 | 44.72 |
| Fair value of Plan assets at the end of the year | - | - |
| **Net liability recognised in the Balance Sheet** | **48.18** | **44.72** |
| **vi) Amounts recognised in the statement of Profit and Loss:** | | |
| Current service cost | 4.15 | 3.54 |
| Past service cost | - | 0.45 |
| Net interest on net defined liability / (asset) | 3.10 | 3.17 |
| Expenses recognised in statement of Profit and Loss | **7.26** | **7.15** |
| **vii) Recognised in other comprehensive income for the year** | | |
| Actuarial gains / (losses) on liability | 2.87 | (4.63) |
| Recognised in other comprehensive income | **2.87** | **(4.63)** |
| **viii Actuarial assumptions** | | |
| i) Discount rate<br>Based on yields (as on valuation date) of government bonds with a tenure similar to the expected working lifetime of the employees. | 7.22% - 7.24% | 7.49% -7.50% |
| ii) Salary escalation rate<br>Based on inflation, seniority, promotion and other relevant factors such as demand and supply in the employment market. | 4.50% - 10.00% | 4.00% - 10.00% |
| iii) Retirement age | 58 Years | 58 Years |
| iv) Attrition rate | 4.00% - 11.00% | 4.00% - 5.00% |
| v) Mortality rate | 100% | 100% |

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36 Contingent liabilities and commitments

(a) Contingent Liabilities:

| Particulars | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| (i) On account of Corporate guarantees | 457.08 | 223.56 |
| (ii) On account of Bank Guarantees | 565.33 | 404.55 |
| (iii) Income tax demands disputed/contested by the company pending in appeal | 151.42 | 64.40 |
| (iv) Demand of Excise duty against the company | 19.32 | 19.32 |
| (v) Demand of Custom duty against the company | 261.90 | 137.68 |
| (vi) Demand of Entry tax against the company | 96.69 | 42.24 |
| (vii) Demand of GST against the company | - | 41.58 |
| (viii) On account of Bonds executed with Customs authorities | 77.01 | - |
| (ix) Demand of RCM on Royalty against the company | 26.89 | - |
| (x) Case of a past employee against the company | 0.76 | - |
| (xi) APMDC - CLAUSE 17 case against the company | 9.72 | - |
| (xii) Liquidator of BEML has filed Petition against the company | 106.70 | - |
| (xiii) Recovery Case against Debtor | 4.13 | 4.03 |
| (xiv) Demand of Royalty from Office of ADMG - Telangana | 74.38 | - |

Note

The group cannot determine the timing of any cash outflows related to the above until the proceedings are resolved and judgements/decisions are received from different forums/authorities.

The group believes that the outcome of these cases will not significantly impact its financial position. Additionally, the group does not expect any reimbursements in respect of the above contingent liabilities

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.

**Midwest Limited**

**Corporate guarantees:**

The Company has given corporate guarantees to:
(i) Kotak Mahindra Bank Ltd for the working capital facilities extended to its subsidiary company Andhra Pradesh Granite (Midwest) Private Limited.
(ii) Office of President of India for purchase of goods (Imported or indigenously resourced) without payment of customs duty.

**Bank Guarantee:**

(i) The Company has provided a bank guarantees amounting to Rs. 21.00 Mn in favour of APMDC Ltd. These guarantees are given towards the performance security for operation of black galaxy granite mine of Block -IV at Cheemakurthy, Andhra Pradesh.
(ii) Other guarantees has given to Assistant Director of Mines & Geology towards security deposits.

**Income tax demands disputed/contested by the company pending in appeal:**

The Assessing Officer (AO) disallowed the deduction under Section 10B claimed by the Company, asserting that the extraction and processing of granite blocks do not qualify as a manufacturing activity, and thus, the company is not eligible for the deduction under Section 10AA. Additionally, the AO disallowed the additional depreciation claimed under Section 32(1)(iia). However, both the CIT(A) and the ITAT held that cutting, polishing, and sizing of granite blocks constitute a manufacturing activity. Consequently, they allowed the deduction under Section 10B and the additional depreciation under Section 32(1)(iia) of the Act. Based on the information provided, it is understood that the Revenue has filed an appeal before the High Court (HC) against the ITAT's order, and the HC's verdict is still pending. The Company has received favourable order from lower appellate authorities. Further, the Company is relying on the favourable judicial precedents for its argument to this subject matter. However, considering that the revenue wants to litigate the matter before HC and the amount involved which is Rs. 125.16 Mn.

The Assessing Officer (AO) initiated proceedings under Section 163(1) of the Act and issued a notice to assess or reassess the income of a non-resident in the hands of the company as a representative assessee. The Commissioner of Income Tax (Appeals) [CIT(A)] upheld the AO's order. Aggrieved by the CIT(A) order, the company filed an appeal before the Income Tax Appellate Tribunal (ITAT) challenging the validity of the notice. The ITAT held that, according to Subsection (3) of Section 149, the assessment under Section 148 on the representative assessee cannot be made after the expiry of two years from the end of the relevant assessment year. Consequently, the ITAT set aside the AO's order and allowed the company's appeal.
Subsequently Revenue filed a cross appeal before the ITAT, and the company filed cross objections. The ITAT reaffirmed its earlier decision and dismissed both the Revenue's appeal and the company's cross objections. Aggrieved by the ITAT's order, the Revenue has filed an appeal before the High Court (HC). As the Company has received favourable order from ITAT and the hearings before High Court on the income tax appeal is yet to be scheduled, amount involved in this matter is Rs. 11.84 Mn.

A.O reopened the assessment under section 147 of the Act and issued notice under section 148 of the Act on 30.03.2019, based on the information received from DCIT wherein it was mentioned that a search action was conducted against Shri Praveen Agarwal group and during the course of search operation it was found out that the assessee-Company had received an amount of Rs.1.70 Mn from Ms. Grow fast Realtors (P) Ltd., a company controlled by Shri Praveen Agarwal through Dhanalaxmi Bank Ltd. during the year. AO passed reassessment order, wherein an addition of Rs. 1.70 Mn as unexplained credit under section 68 of the Act was made.

Assessing Officer (AO) made an adjustment of INR 22.58 Mn, on the ground that the interest charged on the loan provided to its overseas wholly-owned subsidiary company ('AE') was lower than the domestic prime lending rate, i.e., SBI PLR. The AO applied an interest rate of 14.05% on the international loans given to AE, as opposed to the interest rate charged of 6 months LIBOR + 400 basis points, which is 5.4% per annum and the Company, aggrieved by the AO's order, filed an appeal before the CIT(A) . Further, we understand that TPO had issued a rectification order, wherein TP adjustment has increased to INR. 24.93 Mn. However, subsequently AO has not issued any consequential order.

Midwest Limited
Hyderabad

**Excise and Customs duty:**

Contingent liability araised due to exemption availed towards central excise duty for violation of conditions of U/ Notification Nos. 52/2003-Customs: dt:31.03.2003 and towards central excise duty for violation of conditions of U/Notification Nos. 22/2003-Central Excise: dt:31.03.2003. The issue pertains to EOU unit moving goods out of the bonded premises is in violation of conditions specified U/ Notification Nos. 52/2003-Customs: dt:31.03.2003. However, as contended by the Company, the place where the granites are moved is also part of same EOU. Hence, there is no violation of conditions specified and the assessee is eligible for the exemption mentioned. Further, the assessee contended that they have claimed exemption based on clause d of the said notifications. However, the commissioner alleged that there is no processing or manufacture of production carried out by the company in the instant case and hence denying the benefits under both notifications. In this regard, the assessee has contended on the ground that the development commissioner has allowed the license only after due verification and acknowledges the fact that the assessee is engaged in manufacturing. Assessee also relied on various case laws and considered the definition of manufacture which is much wider to accommodate all the activities carried out. Further the assessee also mentioned about the income tax benefits availed by them are with respect to manufacturing entity. Whether the mining qualifies as manufacture is a matter of debate as manufacture typically involves conversion from one form to another.

**Entry Tax:**

The erstwhile AP government enacted the Entry Tax Act levying taxes on notified goods that were brought into the State of AP. Under this Act, any notified good that was imported from other States was to face an entry tax. The AP High Court before its bifurcation in the year 2007 had struck down the Entry Tax Act as unconstitutional. The Revenue appealed the decision to the Supreme Court. In the case of Jindal Stainless Limited 2016 (11) SCALE 1, the Apex Court reversed the decision and upheld the levy of entry tax. Pursuant to the orders of the Supreme Court, assessing authorities started proceedings against businesses. Section 3(2) does not levy entry tax on goods that are imported "to be used as an input for the manufacture of other goods." The crucial words here are "inputs" "for" and "manufacture". Every importer will need to assess whether goods that have been imported have been used as inputs for manufacturing other goods. The Supreme Court in a catena of cases has interpreted "inputs" broadly to include goods that are not just present in the final items but also items that are consumed in the manufacturing process. The High Court of AP has held that an input is any item that enters into the system and should be interpreted for any item which is a raw material in the widest sense possible in the case of KGF Cottons Private Limited (81 VST 1) In the current scenario, diesel is used for the machinery or vehicle used for quarrying operations, whether the mining qualifies as manufacture is a matter of debate as manufacture typically involves conversion from one form to another. Since mining involves extraction of minerals, it may not qualify as a typical manufacturing activity. As of now, there is a conditional order passed by the High Courts to deposit 25% of the disputed tax in order to seek a stay of the remainder 75% of the disputed tax. The final hearings for this batch of matters are pending.

**On account of Bonds executed with Customs authorities:**

Bonds executed with the Customs Authorities to claim the import duty exemption on import of machinery against an obligation to export goods as per the terms of EPCG License.

**Demand of RCM on Royalty against the company:**

(i) The issue involves payment of tax under RCM on royalty @ 18% from 2017 to 2020. In this regard, the company contends that they have discharged RCM for royalty for the period 2018-19 @ 12% as applicable rate in case of granites. Further, post clarification issued by circular no. 164/20/2021 GST dated 06.10.2021, the company has discharged tax under RCM @ 18% starting from 2019-20. However, the department has issued notice for the differential tax for 2018-19 and also demanding tax for 2017-18. Amounting of contingent liability involved in this matter is Rs. 9.96 Mn.

(ii) The issue is related to royalty paid to the Government against the license for the mining of granite from the quarry. The company's contention is that the transaction being the transfer of property in goods, it does not amount to service and hence is not liable to service tax and that it amounts to tax on tax considering the royalty as 'tax'. The taxability of Royalty on mining operations or explorations is a matter of litigation with regard to whether it is "service" or 'tax '. The said issue is pending before the larger Bench of nine judges of the Supreme Court in respect of Service Tax liability in the pre-GST Period. The recovery of the service tax on Royalty on mining lease has been stayed by the Supreme Court. Similarly, whether the taxability of royalty on account of mining operations is 'goods' or 'services' is also a matter of conflicting views. Considering the complexity of the taxability of the transaction involved, we are of the view that the pending litigation could be contingent liability amounting to Rs.16.93 Mn

**Case of a past employee against the company**

A past employee filed a case in the regional labour court (RLC), Hyderabad against the company claiming addional wages contesting the wage paid to him was not satisfying the minimum wages Act, and also claiming gratuity for the period of services i.e. 01.04.2018 to 12.04.2022. The documents are under Scrutiny by RLC, Hyderabad.

**APMDC - CLAUSE 17 case against the company:**

APMDC has filed a cased against the company for recovery of penalty imposed against non-performance of a contract vide case no. W.P.20301/2010. The company has submitted its counter affidavit and the case is under adjudication.

**Liquidator of BEML has filed Petition against the company:**

An unsettled creditor of BEML Midwest Limited called Action Group Associates filed an IRP against the company claiming that the monies which are due to this entity from the entities i.e. BEML Ltd. And Midwest Limited shall be recovered and settle their dues. Citing the claim of the creditor, the Resolution Professional has intern filed the IRP against BEML Ltd. and Midwest Granite Limited Vide Petition No.CP (IB) No.231/9/Hdb/2023 U/s 9 of IBC for the amount Rs. 106.79 Mn. Midwest Limited has submitted its counter to the NCLT and the NCLT has rejected the application vide judgement dated August 14, 2024

**Recovery Case against Debtor**

The company has filed the case for recovery of receivable dues amounting to Rs.1.02 Mn against the party. The party has inturn filed a counter claim of Rs.4.13 Mn for recovery of damages caused against supply of poor material. Both the cases are under adjudication in City Civil Court.

**Demand of Royalty from Office of ADMG - Telangana:**

The Office of the ASST. Director of Mines and Geology - Suryapet has issued a demand notice for royalty for the quarry of ChimiryalaVillage, Kodad Mandal for an amount of Rs. 74.38 millions. The Company filed petion at High Court of Telangana against the demand notice. The Court has given stay order against the demand notice and ythe company is pursuing legal course.

Midwest Limited
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*(All amounts are Rs. in millions, unless otherwise stated)*

Andhra Pradesh Granite (Midwest) Private Limited

Entry Tax:

As of the reporting date, the Company has identified a contingent liability related to the proposed entry tax on diesel procurement under C forms. The matter is sub judice, with the Company having deposited 25% of the demanded tax amounts in accordance with interim court orders. The Hon'ble High Court at Hyderabad adjudicated on this matter through the Hon'ble Division Bench in WP No.615 of 2002 and batch on 31.12.2007, ruling that the levy of Entry Tax contravenes Article 304 of the Constitution of India. This judgment remains valid and has not been overturned to date. Furthermore, a significant portion of the claim is subject to limitation. Additionally, multiple Writ Petitions have been filed before the High Court of Judicature at Hyderabad & Amaravathi concerning this issue.

Customs duty:

A contingent liability has arisen due to a Show Cause Notice (SCN) issued by the Office of the Commissioner of Customs, Central Excise & Service Tax, Guntur, vide C.no.VIII/10/84/2012-Adjn dated 03.01.2013. The SCN alleges a violation of conditions stipulated in Customs Notification No.52/2003 dated 31.03.2003 and Central Excise Notification No.22/2003 dated 31.03.2003. Specifically, it is alleged that 'The Granite so quarried shall be removed from the Quarry site only for supply to units own processing unit or for supply to another export oriented undertaking or the units in the special economic zone engaged in processing or production or manufacture of articles of granite and export thereof and shall not be allowed to be exported as such or to be cleared in Domestic Tariff Area.

In response, we have submitted detailed written submissions to address these allegations, emphasizing that our mining and processing activities comply with the definition of manufacture under the Foreign Trade Policy. Additionally, the Director General of Foreign Trade has treated dimensional dressed granite blocks as manufactured products and established Standard Input Output Norms (SION) for the same (SION Sl.No.K-133).

Despite these submissions, an Order-In-Original (OIO) No.VIZ-EXCUS-003-COM-23-16-17 CE dated 30.09.2016 was passed by Sri S.K.Rahman, IRS, Commissioner, which we received on 28.11.2016. Consequently, we have filed an appeal before the Hon'ble Customs, Excise, and Service Tax Appellate Tribunal (CESTAT), Regional Bench, Hyderabad, along with the mandatory pre-deposit made under Section 35F."

Letter of credit:

The Company has issued a letter of credit vide No. 0552ILF241023176 amounting to US$ 37,380 in favour of EGA MAKIRNA IC VE DIS TIC A.S. The letter of credit is issued for the import of machinery and is valid for 120 days from the bill of lading. The Company's maximum exposure under this contingent liability is limited to the amount stated above.

Bank guarantees:

Bank Guarantee No. 0552OBG11000152: The Company has provided a bank guarantee amounting to Rs. 20.00 Mn in favour of APMDC Ltd. This guarantee is given for the satisfactory performance of the agreement of the Joint Venture Company (JVC). Bank Guarantee No. 0552OBG18014253: The Company has provided a bank guarantee amounting to Rs. 1.41 Mn in favour of the Andhra Pradesh Pollution Control Board (APPCB). This guarantee is for compliance with conditions prescribed in the Environmental Clearance (EC) for ecological damages and the remedial plan.

Midwest Neostone Private Limited

**The company has established letter of credits to the various CAPEX vendors amounting to Rs. 261.59 millions as at 31 March 2024**

(b) Capital Commitments

| Particulars | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| Unexecuted capital orders to the extent not provided for | 163.69 | 92.07 |
| On account of Bonds executed with Customs authorities | - | 101.75 |

37 Related party disclosures

(a) Names of related parties and related party relationship

| Name of the Related Party | Nature of Relationship |
|---|---|
| (a) Subsidiary Companies | : Reliance Diamond Tools Private Limited<br>: Andhra Pradesh Granite (Midwest) Private Limited<br>: BEML Midwest Limited<br>: Midwest Holdings Limited<br>: Midwest Neostone Private Limited<br>: AP Midwest Galaxy Private Limited<br>: Midwest Gold Limited<br>: Deccan Silica LLP<br>: NDR Mining Co.<br>: Baahula Minerals<br>: Maitreya Minerals (w.e.f 14.11.2023)<br>: Midwest Heavy Sands Private Limited (w.e.f 30.05.2023)<br>: Trinco Minerals Private Limited (w.e.f 30.06.2023)<br>: Astral Granite Private Limited (till 18.12.2023)<br>: Amaya Smart Technologies Private Limited( till 17.01.2024)<br>: Midwest Advanced Materials Private Limited (till 09.11.2023)<br>: Midwest Quartz Private Limited (till 18.12.2023) |

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Midwest Limited (formerly known as Midwest Private Limited)
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| Name of the Related Party | Nature of Relationship |
|---|---|
| (b) Step-down subsidiaries | : South Asia Granite and Marble Private Limited (Step Down Subsidiary of Reliance Diamond Tools Private Limited)<br>: Maven Holdings Limited (Step Down Subsidiary of Midwest Holdings Limited)<br>: Midwest Africa LDA (Step Down Subsidiary of Maven Holdings Limited)<br>: Midwest Koriba LDA (Step Down Subsidiary of Maven Holdings Limited)<br>: Midwest Gercoal LDA (Step Down Subsidiary of Maven Holdings Limited) (till 29.02.2024)<br>: Midwest Gondana LDA (Step Down Subsidiary of Maven Holdings Limited) (till 04.03.2024)<br>: Midwest Texera LDA (Step Down Subsidiary of Maven Holdings Limited) (till 29.02.2024) |
| (c) Joint venture | : South Coast Infrastructure Development Company of Andhra Pradesh Limited<br>: S.C.R. Agro Tech Private Limited (Step Down Subsidiary of South Coast Infrastructure Development Company of Andhra Pradesh Limited)<br>: SMW Granites LLP (till 27.03.2024) |
| (d) Key Management personnel(KMP) | : K.Raghava Reddy<br>: K.Ramachandra, Director<br>: K.Ranganayakamma,<br>: K.Soumya, Director<br>: G.Ravindra Reddy, Director<br>: K.Uma Priyadarshini, Director<br>: Chalasani Dilip Kumar, CFO (w.e.f. 15.05.2024)<br>: Rohit Tibrewal , Company Secretary (w.e.f. 29.01.2024) |
| (e) Relatives of KMPs | : K.Deepak |
| (f) Entities over which KMPs/ directors and/ or their relatives are able to exercise significant influence | : Midwest Energy Private Limited<br>: Midwest Advanced Materials Private Limited |

(g) Transactions with Related Parties:

| | As at March 31, 2024 | | As at March 31, 2023 | |
|---|---|---|---|---|
| | Amount | Outstanding balance as at March 31, 2024 | Amount | Outstanding balance as at March 31, 2023 |
| **1.Key Management Personnel:** | | | | |
| **Short-term employee benefits** | | | | |
| Remuneration*: | | | | |
| K.Raghava Reddy | 8.83 | - | 9.60 | (1.13) |
| K.Ramachandra | 12.51 | - | 13.21 | (37.25) |
| K.Ranganayakamma | 6.07 | - | 6.16 | (4.17) |
| K.Soumya | 11.45 | - | 11.80 | (1.68) |
| G.Ravindra Reddy | 4.14 | - | 3.81 | (0.21) |
| K.Uma Priyadarshini | 14.84 | - | 15.29 | - |
| Chalasani Dilip Kumar | 0.44 | - | - | - |
| Rohit Tibrewal | 0.49 | - | - | - |
| Commission | | | | |
| K.Ramachandra | 62.68 | - | 36.78 | - |
| Unsecured loan (Taken): | | | | |
| K.Soumya | - | - | 2.87 | - |
| G.Ravindra Reddy | 7.50 | - | - | - |
| Rent paid: | | | | |
| K.Ramachandra | 4.20 | - | 4.20 | - |
| K.Soumya | 2.10 | - | 2.10 | - |
| Capital Advance | | | | |
| K.Raghava Reddy | 180.00 | 180.00 | - | - |
| Sale of Investments | | | | |
| K.Ramachandra | 14.87 | 14.87 | | |
| K.Soumya | 14.88 | 14.88 | | |
| **2.Relatives of Key Management personnel:** | | | | |
| Unsecured loan (Taken): | | | | |
| K.Deepak | - | - | 1.47 | 2.99 |
| Repayment of unsecured loans to : | | | | |
| K.Deepak | 2.99 | - | - | - |
| Reimbursement of Expenses | | | | |
| K.Deepak | 1.66 | 13.66 | - | 11.83 |
| Rent paid: | | | | |
| K.Deepak | 2.10 | - | 2.10 | - |
| Salaries: | | | | |
| K.Deepak | 7.79 | | 16.81 | (2.43) |
| Professional charges | | | | |
| K.Deepak | 8.40 | (1.62) | - | - |

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

Midwest Limited Hyderabad

*(All amounts are Rs. in millions, unless otherwise stated)*

| | As at March 31, 2024 | | As at March 31, 2023 | |
|---|---|---|---|---|
| | Transaction Amount | Outstanding balance as at March 31, 2024 | Transaction Amount | Outstanding balance as at March 31, 2023 |
| **3.Joint venture:** | | | | |
| Unsecured loans given: | | | | |
| South Coast Infrastructure Development Company of Andhra Pradesh Limited | 3.00 | 30.01 | - | 30.01 |
| Unsecured loans received back: | | | | |
| South Coast Infrastructure Development Company of Andhra Pradesh Limited | 3.00 | | | |
| Rent received: | | | | |
| SMW Granites LLP | - | - | 0.25 | 0.76 |
| Advances for expenses: | | | | |
| SMW Granites LLP | - | - | 0.02 | - |
| Sale of goods: | | | | |
| SMW Granites LLP | - | - | 2.30 | 7.36 |
| **2.Concern in which directors have interest** | | | | |
| Midwest Wind Energy (Private) Limited | - | - | - | - |
| Midwest Advanced Materials Private Limited | 14.57 | 31.41 | 13.50 | 14.29 |
| Midwest Energy Private Limited | 3.69 | 1.90 | - | - |
| Repayment of Unsecured loan by : | | | | |
| Midwest Energy Private Limited | 3.00 | - | - | - |
| Rent Received | | | | |
| Midwest Advanced Materials Private Limited | 0.38 | 0.13 | - | - |
| Midwest Energy Private Limited | 0.14 | 0.40 | - | - |
| Interest Accrued on Loans | | | | |
| Midwest Advanced Materials Private Limited | 2.37 | - | 0.79 | - |
| Midwest Energy Private Limited | 0.14 | - | - | - |
| Sale of Property, Plant and Equipment: | | | | |
| Midwest Advanced Materials Private Limited | 30.19 | - | - | - |
| Investment in preferential shares: | | | | |
| Midwest Energy Private Limited - 9% Non-Cum Preferential shares | 8.50 | 134.70 | 66.20 | 60.00 |
| Disposal in equity shares/LLP: | | | | |
| SMW Granites LLP | 4.00 | - | - | - |
| Astral Granite Private Limited | 20.85 | - | - | - |
| Midwest Quartz Private Limited | 1.50 | - | - | - |
| Midwest Advanced Materials Private Limited | 1.50 | - | - | - |
| Amaya Smart Technologies Private Limited | 9.77 | - | - | - |

Midwest Limited Hyderabad

*(All amounts are Rs. in millions, unless otherwise stated)*

## 38 Assets pledged as security

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

| Particulars | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| Working capital loans from banks (secured) | | |
| Primary security | | |
| Current assets | | |
| Financial assets | 2,206.93 | 1,457.89 |
| Non financial assets | 1,149.36 | 1,109.79 |
| Property, plant and equipment (except unencumbered freehold land, Buildings, unencumbered leasehold land and improvements to | 1,364.15 | 1,341.92 |
| Total current borrowings | 638.39 | 876.96 |

## 39 Earnings per share (EPS)

Earnings per share amounts are calculated by dividing the profit for the year attributable to equity holders by the weighted average number of equity shares outstanding during the year.

| Particulars | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| **Earnings** | | |
| Profit for the years considered for calculation of diluted earnings per share | 1,003.24 | 544.36 |
| **Shares** | | |
| Original number of equity shares | 74,313 | 74,313 |
| Add : Impact of split and bonus issue # | | |
| **Weighted average number of equity shares outstanding during the year** | 3,37,38,102 | 3,37,38,102 |
| For calculating basic EPS | 3,38,12,415 | 3,38,12,415 |
| **Earnings Per Share** | | |
| Face Value Rs.5 per share | | |
| Basic (Rs.) | 29.67 | 16.10 |
| Diluted* (Rs.) | 29.67 | 16.10 |

# Shareholders have approved the below at Extra-ordinary general meeting held on June 11, 2024: (refer note 48)

a. Share split of one equity share having face value of Rs. 100 each into 20 shares of Rs. 5 each and

b. Issue of fully paid bonus shares of Rs.5 each in proportion of three equity shares for every four existing equity share.

c. During the year ended 31 March 2024, 891,756 bonus shares were issued in the ratio of 12 bonus against each share. Balance 32,846,346 shares were resulted on account of split and further bonus after the reporting period.

Accordingly, as an adjusting event, the earnings per share has been adjusted for subdivision of shares and bonus shares for the current and previous years presented in accordance with the requirements of Indian Accounting Standard (Ind AS) 33 - Earnings per share.

## 40 Segment Reporting

The Managing Director of the group takes decision in respect of allocation of resources and assesses the performance basis the report / information provided by functional heads and are thus considered to be Chief Operating Decision Maker.

The geographic information analyses the Group's revenues in terms of revenue from global and indigenous markets.

**a. Geographical Segment information:**

| Revenue from operations | For the year ended 31 March 2024 | For the year ended 31 March 2023 |
|---|---|---|
| With in India | 2,198.73 | 1,943.56 |
| Outside India | 3,657.51 | 3,038.44 |
| Total | 5,856.24 | 5,025.17 |

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## 41 Financial instruments

| A. Financial instruments by category | Note No. | Fair value level | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|---|---|
| Financial assets | | | Amortized Cost | Amortized Cost |
| Non current | | | | |
| (i) Investments | 6b | Level 2 | 139.59 | 155.82 |
| (Ii) Investments(FVTPL) | 6b | Level 1 | 46.14 | 28.75 |
| (ii) Other financial assets | 7 | Level 2 | 123.60 | 120.07 |
| Current | | | | |
| (i) Investments | | | 189.32 | 8.26 |
| (ii) Trade receivables | 11 | Level 2 | 1,190.69 | 962.46 |
| (iii) Cash and cash equivalents | 12a | Level 2 | 254.58 | 110.16 |
| (iv) Bank balances other than cash and cash equivalents | 12a | Level 2 | 27.33 | 23.85 |
| (v) Loans | 13 | Level 2 | 118.00 | 110.48 |
| (vi) Other financial assets | 7 | Level 2 | 94.02 | 1.42 |
| Total financial assets | | | 2,183.27 | 1,521.27 |
| Financial liabilities | | | | |
| Non current | | | | |
| (i) Borrowings | 17 | Level 2 | 566.44 | 613.80 |
| (ii) Lease liabilities | 4b | Level 2 | 30.08 | 17.94 |
| Current | | | | |
| (i) Borrowings | 21 | Level 2 | 638.39 | 876.96 |
| (ii) Lease liabilities | 4b | Level 2 | 6.55 | 1.53 |
| (ii) Trade payables | 22 | Level 2 | 215.80 | 205.01 |
| (iii) Other financial liabilities | 23 | Level 2 | 199.81 | 183.17 |
| Total financial liabilities | | | 1,657.07 | 1,898.41 |

The management assessed that fair value of Investment, cash and short-term deposits, trade receivables, trade payables, and other current financial assets and liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments.

The fair value of the financial assets and liabilities is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

Note 1: For the purpose of the above abbreviations, FVTPL - Fair value through profit and loss, FVTOCI - Fair value through other comprehensive income; amortised cost - fair value through amortized cost.

Note 2: Other financial assets and liabilities relate to level 3 financial instruments where the carrying value reasonably approximates to their fair value.

The following is the hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

•Level 1 - Quoted prices (unadjusted) in active markets for identical assets or liabilities.

•Level 2 - Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

•Level 3 - Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

There have been no transfers among level 1, level 2 and Level 3 during the year

B. Financial risk management

The Group activities expose it to market risk, liquidity risk and credit risk. This note explains the sources of risk which the entity is exposed to and how the entity manages the risk.

| Risk | Exposure arising from | Measurement | Management |
|---|---|---|---|
| Credit risk | Trade receivables, security deposits and bank deposits. | Ageing analysis. Credit score of customers/ entities. | Monitoring the credit limits of customers and obtaining security deposits & Advance from the customers. |
| Liquidity risk | Borrowings | Cash flow forecasts managed by finance team under the overview of Sr. Vice President | Working capital management by Sr. Vice President. The excess liquidity is channelised through bank deposits & investment in Mutual Funds & other funds. |

The Company's risk management is carried out by the Sr. Vice President under policies approved by the Board of Directors. The Board of Directors provides guiding principles for overall risk management, as well as policies covering specific areas such as credit risk and liquidity risk.

Risk management framework

The board of directors have overall responsibility for the risk management framework. The board of directors are responsible for developing and monitoring the risk management policies. The board of directors monitors the compliance with the risk management policies and procedures, and reviews the adequacy of the risk management framework in relation to the risks faced by the Company.

The risk management policies are to identify and analyse the risks faced by the Company, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Company activities. The Company, through its training and management standards and procedures, aims to maintain a disciplined and constructive control environment in which all employees understand their roles and obligations.

### A. Credit risk

### i. Credit risk management

Credit risk is the risk of financial loss to the group if a customer or counterparty to a financial instrument fails to meet its contractual obligations. Credit risk arises principally from the group's receivables from deposits with landlords and other statutory deposits with regulatory agencies and also arises from cash held with banks and financial institutions. The maximum exposure to credit risk is equal to the carrying value of the financial assets. The objective of managing counterparty credit risk is to prevent losses in financial assets. The group assesses the credit quality of the counterparties, taking into account their financial position, past experience and other factors.

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The group limits its exposure to credit risk of cash held with banks by dealing with highly rated banks and institutions and retaining sufficient balances in bank accounts required to meet a month's operational costs. The Management reviews the bank accounts on regular basis and fund drawdowns are planned to ensure that there is minimal surplus cash in bank accounts. The group does a proper financial and credibility check on the landlords before taking any property on lease and hasn't had a single instance of non-refund of security deposit on vacating the leased property. The group also in some cases ensure that the notice period rentals are adjusted against the security deposits and only differential, if any, is paid out thereby further mitigating the non-realization risk. The group does not foresee any credit risks on deposits with regulatory authorities.

ii. Trade Receivables

Customer credit risk is managed by each business unit subject to the Group's established policy, procedures and control relating to customer credit risk management. Credit quality of a customer is assessed based on an extensive credit rating scorecard and individual credit limits are defined in accordance with this assessment. Outstanding customer receivables are regularly monitored.

| Particulars | For the year ended 31 March 2024 | For the year ended 31 March 2023 |
|---|---|---|
| Revenue from Top Customer | 398.00 | 524.86 |
| Revenue from Top 5 customers(Other than above customer) | 1,625.37 | 1,567.48 |

An impairment analysis is performed at each reporting date using a provision matrix to measure expected credit losses. The provision rates are based on days past due for groupings of various customer segments with similar loss patterns (i.e., by geographical region, product type, customer type and rating). The calculation reflects the probability-weighted outcome, the time value of money and reasonable and supportable information that is available at the reporting date about past events, current conditions and forecasts of future economic conditions.

| Allowance for bad and doubtful debts | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| Opening balance | (93.50) | (116.37) |
| Credit loss added | (7.60) | (20.10) |
| Reversal during the year | 30.43 | 42.97 |
| Closing balance | (70.67) | (93.50) |

Credit risk on cash and cash equivalent is limited as the Company generally transacts with banks and financial institutions with high credit ratings assigned by international and domestic credit rating agencies.

B. Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation.

The table below provides details regarding the undiscounted contractual maturities of significant financial liabilities:

As at 31 March 2024

| Particulars | Carrying value | Less than 1 year | 1-5 years | More than 5 years | Total |
|---|---|---|---|---|---|
| Long-term borrowings (excluding current maturities) | 566.44 | 273.73 | 292.71 | - | 566.44 |
| Lease liabilities | 36.63 | 6.55 | 10.00 | 20.08 | 36.63 |
| Short-term borrowings | 638.39 | 638.39 | - | - | 638.39 |
| Trade payables | 215.79 | 215.79 | - | - | 215.79 |
| Other financial liabilities | 199.81 | 199.81 | - | - | 199.81 |
| Total | 1,657.06 | 1,334.27 | 302.71 | 20.08 | 1,657.06 |

As at 31 March 2023

| Particulars | Carrying value | Less than 1 year | 1-5 years | More than 5 years | Total |
|---|---|---|---|---|---|
| Long-term borrowings (excluding current maturities) | 613.80 | 273.83 | 339.97 | | 613.80 |
| Lease liabilities | 19.47 | 1.53 | 8.02 | 9.92 | 19.47 |
| Short-term borrowings | 876.96 | 876.96 | - | - | 876.96 |
| Trade payables | 205.01 | 205.01 | - | - | 205.01 |
| Other financial liabilities | 183.17 | 183.17 | - | - | 183.17 |
| Total | 1,898.41 | 1,540.50 | 347.99 | 9.92 | 1,898.41 |

The Company has secured loans from bank that contain loan covenants. A future breach of covenant may require the Company to repay the loan earlier than indicated in the above table.

C. Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: interest rate risk, currency risk and other price risk, such as equity price risk and commodity risk. Financial instruments affected by market risk include borrowings and derivative financial instruments.

(i) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The group exposure to the risk of changes in market interest rates relates primarily to the group's long-term debt obligations with floating interest rates.

The group manages its interest rate risk by having a balanced portfolio of fixed and variable rate loans and borrowings.

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Exposure to Interest rate risk

| | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| Variable rate borrowings | 655.10 | 706.10 |
| Fixed rate borrowings | 549.73 | 784.66 |

Interest rate Sensitivity

The following table demonstrates the sensitivity to a reasonably possible change in interest rates on that portion of loans and borrowings. With all other variables held constant, the group's profit before tax is affected through the impact on floating rate borrowings, as follows:

| Particulars | For the year ended 31 March 2024 | For the year ended 31 March 2023 |
|---|---|---|
| Sensitivity | | |
| 1% increase in variable rate | (6.55) | (7.06) |
| 1% decrease in variable rate | 6.55 | 7.06 |

(ii) Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Company's exposure to the risk of changes in foreign exchange rates relates primarily to the Company's operating activities (when revenue or expense is denominated in a different currency from the Company's functional currency).

The following table demonstrates the sensitivity to a reasonably possible change in the USD/EUR exchange rate (or any other material currency), with all other variables held constant, of the Company's profit before tax (due to changes in the fair value of monetary assets and liabilities). The Company's exposure to foreign currency changes for all other currencies is not material.

| Particulars | Amount in USD | Equivalent amount in Rs for USD | Amount in EURO | Equivalent amount in Rs for EURO |
|---|---|---|---|---|
| **31 March 2024** | | | | |
| Trade receivable | 1,20,37,481 | 1,003.61 | 21,500 | 1.94 |
| Advance for Purchases | 6,36,928 | 52.75 | 11,326 | 1.05 |
| Advance for Purchases(capital) | 2,53,984 | 21.05 | 28,000 | 2.51 |
| **Unhedged Assets** | **1,29,28,393** | **1,077.41** | **60,826** | **5.49** |
| Advances from customers | 70,24,662 | 576.97 | - | - |
| Payable for Supplies | 1,53,498 | 12.80 | - | - |
| Borrowings | 9,90,845 | 82.61 | - | - |
| **Unhedged Liabilities** | **81,69,005** | **672.38** | - | - |
| **31 March 2023** | | | | |
| Trade receivable | 1,08,80,254 | 894.54 | 21,500 | 1.93 |
| Advance for Purchases | 3,09,228 | 25.42 | 4,342 | 0.39 |
| Advance for Purchases(capital) | - | - | 28,000 | 2.51 |
| Balances with banks | 1,21,126 | 9.96 | - | - |
| **Unhedged Assets** | **1,13,10,609** | **929.92** | **53,842** | **4.82** |
| Advances from customers | 28,91,909 | 237.76 | 9,35,461 | 83.82 |
| Payable for Supplies | 98,200 | 8.07 | 18,021 | 1.61 |
| Borrowings | 24,59,555 | 202.22 | - | - |
| **Unhedged Liabilities** | **54,49,664** | **448.05** | **9,53,482** | **85.44** |

Foreign currency sensitivity analysis

The following table demonstrates the sensitivity to a reasonably possible change in the US dollar exchange rate (or any other material currency), with all other variables held constant, of the group's profit before tax (due to changes in the fair value of monetary assets and liabilities). The group's exposure to foreign currency changes for all other currencies is not material.

| Particulars | Currency | Profit or loss | | Equity, net of tax | |
|---|---|---|---|---|---|
| | | Strengthening | Weakening | Strengthening | Weakening |
| **31 March 2024** | | | | | |
| | USD | 23.25 | (23.25) | 17.39 | (17.39) |
| | EURO | (0.04) | 0.04 | (0.03) | 0.03 |
| **31 March 2023** | | | | | |
| | USD | 21.73 | (21.73) | 16.26 | (16.26) |
| | EURO | (0.02) | 0.02 | (0.02) | 0.02 |

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## 42 Capital Management

The Board's policy is to maintain a strong capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business. The Board of Directors monitors the return on capital, which the Company defines as result from operating activities divided by total shareholders' equity. The Board of Directors also monitors the level of dividends to equity shareholders.

For the purpose of the group's capital management, capital includes issued equity capital, share premium and all other equity reserves attributable to the equity holders. The primary objective of the group's capital management is to maximize the shareholder value and to ensure the group's ability to continue as a going concern.

The parent and a subsidiary(Andhra pradesh granite (midwest) private limited) has distributed dividend to its shareholders during the financial year.. The group monitors gearing ratio i.e. total debt in proportion to its overall financing structure, i.e. equity and debt. Total debt comprises of non-current borrowing which represents liability component of Compulsory Convertible Debentures and current borrowing from banks and financial institutions. The group manages the capital structure and makes adjustments to it in the light of changes in economic conditions and the risk characteristics of the underlying assets.

The debt to adjusted capital ratio at the end of the reporting period was as follows:

| | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| Total Debt (Refer note 17 and 21) | 1,204.83 | 1,490.76 |
| Less : cash and cash equivalents and bank balances | 281.91 | 134.01 |
| Adjusted net debt | 922.92 | 1,356.75 |
| Total equity | 4,990.73 | 4,118.73 |
| Gearing Ratio | 0.16 | 0.25 |

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

No changes were made in the objectives, policies or processes for managing capital during the year 31 March 2024, and 31 March 2023.

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43 TRIBUTABLE TO OWNERS AND MINORITY INTEREST (2023-24)

| S.No | Name of the Enterprise | Net Assets i.e. total assets | | Share in profit or loss | | Share in Other Comprehensive | | Share in Total Comprehensive Income | |
|---|---|---|---|---|---|---|---|---|---|
| | | As % of consolidated net assets | Amount | As % of consolidated profit or loss | Amount | As % of Consolidated Profit or (Loss) | Amount | As % of Consolidated Other Comprehensive Income | Amount |
| A. | **Parent** | | | | | | | | |
| | Midwest Granite Private Limited | 57.44% | 2,866.61 | 61.34% | 615.39 | -49.56% | (3.38) | 60.59% | 612.01 |
| B. | **Subsidiaries** | | | | | | | | |
| | **Indian** | | | | | | | | |
| 1 | Andhra Pradesh Granite (Midwest) Private Limited | 18.68% | 932.40 | 36.73% | 368.46 | 30.21% | 2.06 | 36.68% | 370.52 |
| 2 | Midwest Gold Limited | 1.79% | 89.24 | -0.40% | (4.02) | -1.61% | (0.11) | -0.41% | (4.13) |
| 3 | Midwest Neostone Private Limited | 2.96% | 147.96 | -0.30% | (3.03) | 0.00% | - | -0.30% | (3.03) |
| 4 | Amaya Smart Technologies Private Limited | 0.00% | - | 0.00% | - | 0.00% | - | 0.00% | - |
| 5 | Deccan Silica LLP | 0.12% | 5.80 | 0.00% | (0.04) | 0.00% | - | 0.00% | (0.04) |
| 6 | Astral Granite Private Limited | 0.00% | - | 0.00% | - | 0.00% | - | 0.00% | - |
| 7 | Midwest Quartz Private Limited | 0.00% | - | 0.00% | - | 0.00% | - | 0.00% | - |
| 8 | AP Midwest Galaxy Private Limited | 0.02% | 0.80 | -0.01% | (0.08) | 0.00% | - | -0.01% | (0.08) |
| 9 | Baahula Minerals | 0.99% | 49.47 | -0.04% | (0.41) | 0.00% | - | -0.04% | (0.41) |
| 10 | NDR Mining Co. | 0.02% | 1.14 | -0.17% | (1.73) | 0.00% | - | -0.17% | (1.73) |
| 11 | Maitreya Minearls | 0.01% | 0.39 | -0.05% | (0.49) | 0.00% | - | -0.05% | (0.49) |
| 12 | Midwest Advanced Material Private Limited | 0.00% | - | 0.00% | - | 0.00% | - | 0.00% | - |
| | **Foreign** | | | | | | | | |
| 13 | Reliance Diamond Tools Private Limited **(consolidated)** | 0.55% | 27.22 | 0.46% | 4.58 | -44.72% | (3.05) | 0.15% | 1.53 |
| 14 | Trinco Minerals Private Limited | 0.64% | 32.09 | -0.05% | (0.49) | 29.77% | 2.03 | 0.15% | 1.54 |
| 15 | Midwest Heavy Sands Private Limited | 0.45% | 23.14 | -0.21% | (2.13) | -15.10% | (1.03) | -0.31% | (3.16) |
| 16 | Midwest Holdings Limited **(consolidated)** | 15.41% | 769.12 | -0.79% | (7.86) | 147.94% | 10.09 | 0.22% | 2.23 |
| | **Non-controlling Interest in all Subsidiaries** | 0.91% | 45.60 | 3.78% | 37.95 | 3.07% | 0.21 | 3.78% | 38.16 |
| C. | **Jointly Controlled Entities** | | | | | | | | |
| | **Indian** | | | | | | | | |
| 1 | South Coast Infrastructure Development Company of Andhra Pradesh Limited **(consolidated)** | -0.01% | (0.25) | - | - | 0.00% | - | 0.00% | - |
| 2 | SMW Granites LLP | - | - | -0.29% | (2.86) | | | -0.28% | (2.86) |
| | **Total** | 99.98% | 4,990.73 | 100.00% | 1,003.24 | 100.00% | 6.82 | 100% | 1,010.06 |

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STATEMENT OF NET ASSETS AND PROFIT OR LOSS ATTRIBUTABLE TO OWNERS AND MINORITY INTEREST (2022-23)

| S.No | Name of the Enterprise | Net Assets i.e. total assets | | Share in profit or loss | | Share in Other Comprehensive | | Share in Total Comprehensive Income | |
|---|---|---|---|---|---|---|---|---|---|
| | | As % of consolidated net assets | Amount | As % of consolidated profit or loss | Amount | As % of Consolidated Profit or (Loss) | Amount | As % of Consolidated Other Comprehensive Income | Amount |
| A. | **Parent** | | | | | | | | |
| | Midwest Granite Private Limited | 57.88% | 2,384.06 | 63.63% | 346.38 | 2.83% | 1.72 | 57.52% | 348.11 |
| B. | **Subsidiaries** | | | | | | | | |
| | **Indian** | | | | | | | | |
| 1 | Andhra Pradesh Granite (Midwest) Private Limited | 16.88% | 695.42 | 40.09% | 218.23 | 2.47% | 1.50 | 36.31% | 219.73 |
| 2 | Midwest Gold Limited | 0.67% | 27.77 | -4.18% | (22.77) | 0.00% | | -3.76% | (22.77) |
| 3 | Midwest Neostone Private Limited | 1.70% | 69.83 | -0.94% | (5.13) | 0.00% | | -0.85% | (5.13) |
| 4 | Amaya Smart Technologies Private Limited | -0.02% | (0.94) | 0.09% | 0.47 | 0.00% | | 0.08% | 0.47 |
| 5 | Deccan Silica LLP | 0.14% | 5.85 | 0.00% | (0.01) | 0.00% | | 0.00% | (0.01) |
| 6 | Astral Granite Private Limited | 0.11% | 4.49 | -0.02% | (0.09) | 0.00% | | -0.02% | (0.09) |
| 7 | Midwest Quartz Private Limited | 0.04% | 1.47 | -0.01% | (0.03) | 0.00% | | 0.00% | (0.03) |
| 8 | AP Midwest Galaxy Private Limited | 0.02% | 0.88 | -0.11% | (0.62) | 0.00% | | -0.10% | (0.62) |
| 9 | Baahula Minerals | 0.00% | - | 0.00% | - | 0.00% | - | 0.00% | - |
| 10 | NDR Mining Co. | 0.00% | - | 0.00% | - | 0.00% | - | 0.00% | - |
| 11 | Maitreya Minearls | 0.00% | - | 0.00% | - | 0.00% | - | 0.00% | - |
| 12 | Midwest Advanced Material Private Limited | 0.25% | 10.27 | -0.87% | (4.74) | 0.00% | | -0.78% | (4.73) |
| | **Foreign** | | | | | | | | |
| 13 | Reliance Diamond Tools Private Limited **(consolidated)** | 0.53% | 21.85 | 0.57% | 3.09 | 2.92% | 1.79 | 0.81% | 4.87 |
| 14 | Trinco Minerals Private Limited | 0.00% | - | 0.00% | - | 0.00% | | 0.00% | - |
| 15 | Midwest Heavy Sands Private Limited | -0.01% | - | 0.00% | - | 0.00% | | 0.00% | - |
| 16 | Midwest Holdings Limited **(consolidated)** | 18.48% | 760.74 | -4.01% | (21.82) | 91.39% | 55.61 | 5.57% | 33.78 |
| | **Non-controlling Interest in all Subsidiaries** | 2.03% | 83.63 | 5.83% | 31.74 | 0.39% | 0.24 | 5.28% | 31.98 |
| c. | **Jointly Controlled Entities** | | | | | | | | |
| | **Indian** | | | | | | | | |
| 1 | South Coast Infrastructure Development Company of Andhra Pradesh Limited **(consolidated)** | 0.00% | (0.25) | - | - | | | 0.00% | - |
| 2 | SMW Granites LLP | 0.00 | 2.85 | 0.00% | 0.05 | | | 0.01% | 0.05 |
| 3 | Baahula Minerals | 0.01 | 49.37 | -0.06% | (0.35) | | | -0.06% | (0.35) |
| 4 | NDR Mining Co. | 0.00 | 1.44 | -0.01% | (0.04) | | | -0.01% | (0.04) |
| | **Total** | 100.00% | 4,118.73 | 100.00% | 544.36 | 100.00% | 60.86 | 100.00% | 605.22 |

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44 (i) Note for BEML:

A. BEML Midwest Limited is a subsidiary incorporated on 18.4.2007 as a Joint Venture Company promoted by Bharat Earth Movers Limited (BEML) and Midwest Pvt. Ltd. with the objective of dealing with minerals including acquisition, exploration, exploitation, import / export etc. trading of minerals. Midwest Private Limited (MPL) owned 54.91% and BEML owned 45% of the shares and the rest by others.
Disputes arose between the parties in 2008 and consequently, the operations of the company were stopped. The subsidiary was admitted into CIRP vide order dated 26.09.2022 of the Hon'ble NCLT, Hyderabad. Accordingly, the entity ceased to be a subsidiary during the FY 2022-23. Subsequently, vide order dated 20.10.2023 the Hon'ble NCLT, Hyderabad passed the order of Liquidation of the subsidiary.
In view of the disputes between the parties, the subsidiary did not get its accounts audited from the first year of its operations. Accordingly, the financials of the subsidiary were never consolidated with the financials of MPL. MPL impaired the investments made in the subsidiary and receivables from the subsidiary in FYs 2009-10 and 2014-15. There are no dues recoverable from the subsidiary as at March 31, 2024. Since it was not consolidated from its inception there is no impact on the consolidated financial statements due to the liquidation.

B. The resolution professional/liquidator of the subsidiary, referred in note no. 44 (A) above, issued a Demand Notice on 13.09.2023 on MPL, for payment of an "Operational debt" of Rs. 106.78 mn. The resolution professional/liquidator also filed a petition dated 14.10.2023 with the Hon'ble NCLT Hyderabad for initiating the CIRP proceedings against MPL. MPL has replied to the demand notice on 27.09.2023 disputing the debt and explaining that there are no dues payable by MPL. This matter was first listed on 10.11.2023 and notice was issued by the Liquidator upon MPL, as per the directions of the Hon'ble NCLT, Hyderabad Bench dated 28.11.2023. Matter was heard by the Hon'ble NCLT on various hearings including the latest hearing dated 16.07.2024 wherein arguments were placed by MPL. The matter has been adjourned and pending adjudication.
The Company believes that it has a strong case before the Hon'ble NCLT based on the fasts of the case and a legal opinion obtained. The company expects the petition for admission under CIRP process to be dismissed.

(ii) Note for ILFS:

South Coast Infrastructure Development Company of Andhra Pradesh Ltd. (SCIDCAP) was formed as a Joint Venture between Midwest Private Limited (MPL) and IL&FS Infrastructure Development Corporation Limited on 23.11.2006. Both the parties have equal shareholding.

SCIDCAP incorporated a wholly owned subsidiary company "SCR Agrotech Private Limited" under the Companies Act 1956. SCIDCAP with its wholly owned subsidiary (referred to as group) were formed with an objective to develop deep seaport, industrial complex and other related infrastructure development projects etc. The group acquired total land of 123.36 acres in south coast of Andhra Pradesh in FY 2006-07. The JV was acquiring the land that was needed as per the project plan.,meanwhile in the year 2018-19 crisis arose at IL&FS Infrastructure Development Corporation Limited and its group companies, unconnected with this JV. Consequently, the project envisaged in this JV did not take off. MPL had invested Rs.0.25Mn in the JV and also had extended a loan of Rs. 30Mn to the JV. The investments were accounted for under the equity method of accounting specified under IND AS 110, in the consolidated financials. The group is in discussion with ILFS to acquire their share in the JV and thereafter, recover its investments through sale (or) disposal of the land bank available in the JV.

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45 Income tax and deferred taxes

Components of income tax and deferred tax expenses

| | | | For the year ended 31 March 2024 | For the year ended 31 March 2023 |
|---|---|---|---|---|
| | Tax expense recognised in the Statement of Profit and Loss | | | |
| A. | Current Tax | | | |
| | Current year | | 371.43 | 228.19 |
| | Tax pertaining to earlier years | | 13.44 | 6.04 |
| | | Total (A) | 384.87 | 234.23 |
| B. | Deferred Tax | | | |
| | Origination and reversal of temporary differences | | (10.06) | 8.40 |
| | | Total (B) | (10.06) | 8.40 |
| | | Total (A+B) | 374.81 | 242.63 |
| C. | Tax on Other Comprehensive Income | | | |
| | Deferred tax | | | |
| | Origination and reversal of temporary differences - OCI | | 0.36 | (1.17) |
| | | Total | 375.17 | 241.46 |

Current tax (assets) / liabilities (net)

| | | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|---|
| D. | Advance tax Including TDS receivable and Self assessment tax paid | (337.12) | (201.14) |
| E. | Provision for tax | 371.13 | 229.63 |
| | | 34.01 | 28.49 |

F. Reconciliation of tax expense and the accounting profit

| | For the year ended 31 March 2024 | For the year ended 31 March 2023 |
|---|---|---|
| Profit before income taxes | 1,378.05 | 786.99 |
| Indian statutory income tax rate | 25.17% | 25.17% |
| Expected Income tax expense | 347.00 | 236.60 |
| Tax effect of expenditure disallowed under income tax | 15.66 | 3.81 |
| Others | 12.15 | 2.23 |
| Total income tax expense | 374.81 | 242.63 |

| Movement during the year ended 31 March 2024 | As at 01 April 2023 | (Credit)/charge in the Statement of Profit and Loss | (Credit)/charge in OCI | As at 31 March 2024 |
|---|---|---|---|---|
| Deferred tax liability: | | | | |
| Arising on account of temporary differences in: | | - | - | - |
| Property, plant and equipment | (9.27) | (10.11) | - | 0.83 |
| Keyman insurance premium and benefits receivable | (23.93) | 3.64 | - | (27.57) |
| Financial assets measured at FVTPL | (0.03) | 2.10 | - | (2.13) |
| Right to Use of Asset | - | 1.42 | - | (1.42) |
| Prepaid Expenses IND AS | - | 3.21 | - | (3.21) |
| Deferred tax asset: | | | | |
| Expenses allowable on the basis of payment | 13.48 | 0.77 | - | 9.66 |
| Provision for impairment of investments | 19.11 | 2.46 | - | 16.65 |
| Provision for expected credit loss allowances | 2.65 | (8.94) | - | 11.59 |
| Provision for doubtful Advances | 8.34 | 3.40 | - | 12.03 |
| Provision for gratuity | 15.43 | (0.45) | 0.36 | 11.94 |
| Lease Liabilities | | (1.48) | - | 1.48 |
| Prepaid Expenses IND AS(Security Deposit from Cust.) | 5.62 | (6.07) | - | 6.07 |
| Disallowance U/s.40a(ia) - TDS not Deducted | (0.13) | (0.02) | - | 0.15 |
| Adjustment due to loss of control | | | | - |
| | 31.28 | (10.06) | 0.36 | 36.07 |

Note: The deferred tax asset of Rs. 5.63 Mn has been derecognised from the consolidation during the financial year 2023-24 on account of disinvestment in Astral Granite Private Limited

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| Movement during the year ended 31 March 2023 | As at 01 April 2022 | (Credit)/charge in the Statement of Profit and Loss | (Credit)/charge in OCI | As at 31 March 2023 |
|---|---|---|---|---|
| Deferred tax liability: | | | | |
| Arising on account of temporary differences in: | | - | - | - |
| Property, plant and equipment | (8.52) | 0.75 | | (9.27) |
| Keyman insurance premium and benefits receivable | (23.42) | 0.50 | - | (23.93) |
| Financial assets measured at FVTPL | (1.08) | (1.05) | - | (0.03) |
| Deferred tax asset: | - | - | - | |
| Expenses allowable on the basis of payment | 13.30 | (1.36) | (1.17) | 13.48 |
| Provision for impairment of investments | 19.11 | - | - | 19.11 |
| Provision for expected credit loss allowances | 12.46 | 9.81 | - | 2.65 |
| Provision for doubtful Advances | 15.22 | 6.88 | - | 8.34 |
| Provision for gratuity | 8.22 | (7.21) | | 15.43 |
| Disallowance U/s.40a(ia) - TDS not Deducted | - | 0.13 | | (0.13) |
| Unabsorbed Losses | 5.57 | (0.04) | | 5.62 |
| | 40.86 | 8.40 | (1.17) | 31.28 |

The Company offsets tax assets and liabilities if and only if it has a legally enforceable right to set off current tax assets and current tax liabilities. The deferred tax assets and deferred tax liabilities relate to income taxes levied by the same tax authority.

Significant management judgment is required in determining provision for income tax, deferred income tax assets and liabilities and recoverability of deferred income tax assets. The recoverability of deferred income tax assets is based on estimates of taxable income in which the relevant entity operates and the period over which deferred income tax assets will be recovered.

## 46 Revenue from operations

Revenue from contract with customers

| Particulars | For the year ended 31 March 2024 | For the year ended 31 March 2023 |
|---|---|---|
| Income from Sale of products | 5,850.91 | 5,013.76 |
| Other Operating revenue including export incentives | 5.33 | 11.41 |
| | 5,856.24 | 5,025.17 |

Disaggregated revenue information

| | | |
|---|---|---|
| Geographic Revenue | | |
| Revenue from contract with customers | | |
| With in India | 2,198.73 | 1,943.56 |
| Outside India | 3,657.51 | 3,038.44 |
| | 5,856.24 | 4,982.00 |
| Timing of revenue recognition | | |
| Services transferred at a point of time | - | - |
| Goods transferred at a point of time | 5,856.24 | 5,025.17 |
| Total revenue from contracts with customers | 5,856.24 | 5,025.17 |
| Reconciliation of revenue recognised with the contracted price is as follows: | | |
| Contract price | 5,856.24 | 5,025.17 |
| Less: Discounts and disallowances | - | - |
| Total revenue from contracts with customers | 5,856.24 | 5,025.17 |

| Particulars | As at 31 March 2024 | As at 31 March 2023 |
|---|---|---|
| Trade receivables ( Refer Note 11) | 1,190.69 | 962.46 |

**Performance obligation:**

Sale of products:
Performance obligation in respect of sale of goods is satisfied when control of the goods is transferred to the customer, generally on delivery of the goods and payment is generally due as per the terms of contract with customers.

Sales of services:
The performance obligation in respect of Job work services is satisfied at point of time and acceptance of the customer. In respect of these services, payment is generally due upon completion of the job work and acceptance of the customer.

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47 The Company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses.

48 Subsequent Events

i) The Company has divested its entire shareholding of 23,09,500 equity shares representing 70.63 % held in Midwest Gold Limited, Subsidiary Company on June 13 2024 to Mr Kollareddy Rama Raghava Reddy, Promoter of the Company. The shares were transferred at the rate of Rs 22.75/- per equity share as per the valuation report obtained from the Registered Valuer.

ii) The company has changed its name from Midwest Granite Private Limited to Midwest Private Limited pursuant to a special resolution passed in the extraordinary general meeting of the shareholders of the Company held on 07 May 2024 and subsequently the fresh certificate of incorporation issued by ROC on 02 July 2024.

iii) The Company has converted itself from Private Limited to Public Limited, pursuant to a special resolution passed in the extraordinary general meeting of the shareholders of the Company held on July 15, 2024 and consequently the name of the Company has changed to "Midwest Limited" pursuant to a fresh certificate of incorporation issued by ROC on 28 August 2024.

iv) Pursuant to resolution passed by our Board and Shareholders dated May 15, 2024 and June 11, 2024, respectively, each equity shares of face value of Rs.100 each of our Company has been split into Twenty Equity Shares of face value of Rs.5 each. Accordingly, the issued, subscribed and paid up capital of our Company has been sub-divided from 966,069 equity shares of face value of Rs.100 each to 19,321,380 Equity Shares of face value of Rs.5 each.

v) Subsequent to year ended 31 March 2024, Company has allotted 14,491,035 equity shares of Rs.5 each as bonus shares in proportion of 3 new bonus equity shares of Rs.5 each for every four equity share of Rs.5 each. This has been approved by Board and Shareholders on July 5, 2024 and July 9, 2024, respectively.

49 Other regulatory information

49.1 **Details of benami property held**

No proceedings have been initiated or are pending against the Group for holding any benami property under the Benami Transactions (Prohibitions) Act, 1988 and the rules made thereunder

49.2 **Relationship with struck off companies**

The Group does not have any relationship with companies struck off under Section 248 of the Companies Act, 2013 or Section 560 of the Companies Act, 1956.

49.3 **Details of crypto currency or virtual currency**

The Group has not traded or invested in Crypto currency or Virtual currency during the financial year.

49.4 **Utilisation of borrowed funds and share premium**

The Group has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (intermediaries) with the understanding that the Intermediary shall:
(i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the group (ultimate beneficiaries) or
(ii) provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries.

The Group has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the group shall:
(i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the funding party (ultimate beneficiaries) or
(ii) provide any guarantee, security or the like on behalf of the ultimate beneficiaries.

49.5 **Undisclosed income**

The Group does not have any transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961)

49.6 **Borrowings secured against current assets**

The Group does not have any borrowings from banks and financial institutions that are used for any other purpose other than the specific purpose for which it was taken at the reporting balance sheet date

49.7 **Compliance with number of layers of companies**

The Group has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017

49.8 **Wilful defaulter**

The entities in the Group have not been declared as a wilful defaulter by any bank or financial institution or other lender

49.9 **Compliance with approved scheme(s) of arrangements**

There are no scheme of arrangements which have been approved by the Competent Authority in terms of sections 230 to 237 of the Companies Act, 2013 during the reporting period.

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Midwest Limited (formerly known as Midwest Private Limited)
(CIN : U14102TG1981PLC003317)
Notes to Consolidated Financials Statements
*(All amounts are Rs. in millions, unless otherwise stated)*

49.10 Title deeds of immovable properties

**Title deeds of Immovable Properties not held in name of the Group**

The title deeds of all the immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee), as disclosed in note 3 & 4 to the financial statements, are held in the name of the company.

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

51 The Code on Social Security 2020

The Code on Social Security 2020 (the Code) relating to employee benefits, during the employment and post-employment, has received Presidential assent on September 28, 2020. The Code has been published in the Gazette of India. Further, the Ministry of Labour and Employment has released draft rules for the Code on November 13, 2020. However, the effective date from which the changes are applicable is yet to be notified and rules for quantifying the financial impact are also not yet issued.

"The Company will assess the impact of the Code and will give appropriate impact in the financial statements in the period in which, the Code becomes effective and the related rules to determine the financial impact are published.

As per our report attached
**For M S K A & Associates**
Chartered Accountants
ICAI Firm Registration No.:105047W

**Ananthakrishnan Govindan**
Partner
Membership No: 205226

Place: Hyderabad
Date: 27 September 2024

For and on behalf of the Board of Directors of
Midwest Limited (formerly known as Midwest Private Limited)

**Ramchandra Kollareddy**
Whole time director
DIN:00060086

**Soumya Kukreti**
Whole time director
DIN:01760289

**Ch. Dilip Kumar**
Chief Financial Officer

**Rohit Tibrewal**
Company Secretary
M No: A31385

Place: Hyderabad
Date: 27 September 2024

Place: Hyderabad
Date: 27 September 2024