



## JAMBU AGRAWAL & ASSOCIATES Chartered Accountants

Email: [jambu2011@gmail.com](mailto:jambu2011@gmail.com)  
Phone: 0744-2407019  
Mob: 09414178796

B-370, Near Radha  
Krishna Temple,  
Talwandi, Kota (Raj.)-324005

### INDEPENDENT AUDITOR'S REPORT

TO THE SHAREHOLDERS OF  
RDG SOLVENT LIMITED  
KOTA (RAJASTHAN)

#### (I) Report on the Audit of Financial Statements

##### Opinion

We have audited the accompanying Financial Statements of **RDG SOLVENT LIMITED** ("the Company"), which comprise the Balance Sheet as at March 31, 2022, the Statement of Profit and Loss and statement of cash Flow for the year then ended, and notes to the financial statements including summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid 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 Accounting Standards prescribed under section 133 of the Act read with the Companies (Accounting Standards) Rules, 2006, as amended, ("AS") and other accounting principles generally accepted in India;

- (a) In the case of balance Sheet, of the state of affairs of the company as at 31.03.2022
- (b) In the case of statement of profit and loss, of the profit for the year ended on that date
- (c) In the case of the cash flow statement, of the cash flows of the company for the year ended on that date.

##### Basis for Opinion

We conducted our audit of the Financial Statements in accordance with the Standards on Auditing specified under section 143(10) of the Act (SAs). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the independence requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these

requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Financial Statements.

#### **Other Information - Board of Directors' Report**

The Company's Board of Directors is responsible for the preparation and presentation of its report (herein after called as "Board Report") which comprises various information required under section 134(3) of the Companies Act, 2013 but does not include the financial statements and our auditor's report thereon.

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

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

If, based on the work we have performed, we conclude that there is a material misstatement in this Board Report; we are required to report that fact.

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

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

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

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

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

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

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

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

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

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

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

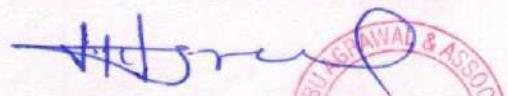
## **(II) Report on the Other Legal and Regulatory Requirements**

- (1) As required by the Companies (auditor's Report) Order ,2016 (" the order ") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure A, a statement on the matters specified in paragraph 3 and 4 of the order, to the extent applicable.

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

- i) 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.
- ii) 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.
- iii) The Balance Sheet, the Statement of Profit and Loss and the Statement of Cash Flow dealt with by this Report are in agreement with the relevant books of account.
- iv) In our opinion, the aforesaid financial statements comply with the AS specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014
- v) On the basis of the written representations received from the directors as on March 31, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2022 from being appointed as a director in terms of Section 164 (2) of the Act.
- vi) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in Annexure -B and
- vii) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:
  - a) The Company does not have any pending litigations which would impact its financial position.
  - b) The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses.
  - c) There has been no amount that is required to be transferred to the Investor Education and protection fund to the company.

For JAMBU AGRAWAL & ASSOCIATES  
CHARTERED ACCOUNTANT

  
JAMBU K. AGRAWAL  
(Partner)  
M. No. 108202  
FRN 010066C  


Place: Kota  
Date: 02 Sep. 22

UDIN: 22108202AQRDVW3736

## ANNEXURE - B TO THE AUDITORS' REPORT

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

We have audited the internal financial controls over financial reporting of **RDG SOLVENT LIMITED**. ("The Company") as of 31 March 2022 in conjunction with our audit of the financial statements of the Company for the year ended on that date;

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

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

#### **Auditors' Responsibility**

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

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

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

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

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures

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

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

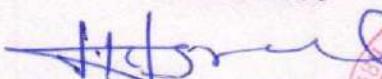
Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal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

### **Opinion**

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

For Jambu Agrawal and Associates  
CHARTERED ACCOUNTANTS  
FRN-010066C



  
JAMBU KUMAR AGRAWAL  
PARTNER  
M.No.-108202  
UDIN:- 22108202AQRDVW3736

Date : 02/09/2022  
Place : KOTA

**RDG SOLVENT LIMITED  
SHOP NO, P-7 BHAMASHAH MANDI KOTA RJ 324005**

**Annexure "A" to the Auditor's Report**  
(Referred to in paragraph (1) of our report of even date)

The Annexure referred to in Auditor's Report to the members of the company on the standalone financial statements of the Company for the year ended March 31, 2022, we report that:

**(i) In respect of its Property, Plant and Machineries and Benami Properties:**

- (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of the fixed assets.
- (b) According to the information and explanation given to us by the management of the company, most of the fixed assets of the company have been physically verified by the management during the year and no material discrepancies have been noticed on such verification. The periodicity of physical verification is reasonable having regard to the size of the company and the nature of its assets.
- (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company. No Revaluation has been made during the year on fixed assets. No Benami property held in the name of company, and according to information and explanations given to us and result of our audit procedures, no proceedings have been initiated or are pending against the company for holding any Benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made there under.

**(ii) In respect of its inventories:**

- (a) As explained to us, the inventories were physically verified by the management during the year at reasonable intervals and no material discrepancies were noticed on physical verification. In respect of inventories of stores and spares, the Management has verification program with appropriate procedures designed to cover the items over a period of three years, which in our opinion, is appropriate. The discrepancies noticed on physical verification of inventory as compared to book records were not material.
- (b) During the year the company has been sanctioned working capital limit in excess of Rs.5 crore against security of Inventory and other current assets. In our opinion, the quarterly returns and / or statements filed by the Company with such banks are largely in agreement with the books of account of the Company, without any material discrepancies
- (c) In view of above, material difference, if any, could not be ascertained.

**(iii) In respect of Investments, loans and advances or guarantees**

(a) During the year the company has not provided any loans or advances to any concern. The advances given are in general course of business for purchase of capital goods and towards expenses. Hence no comments under this clause.

**(iv) In respect of Loans or guarantees and investments u/s 185 and 186**

(a) As Loans and advances are given in general course of business and toward capital expenditure, hence no comments under this clause.

**(v) Acceptance of Deposits**

(a) The Company has not accepted deposits during the year and does not have any unclaimed deposit as at 31<sup>st</sup> March 2022 attracting the provisions of section 73 to 76 of the Companies Act 2013. The company ad accepted Loans from directors and inter corporate deposits that do not fall with in the definition of deposit under section 73 to section 76.

**(vi) Maintenance of Cost records**

(a) We have reviewed the books of account maintained by the company pursuant to the rules made by Central government for maintenance of cost records under section 148(1) of the companies Act 2013 and are of the opinion that *prima facie* the prescribed records have been maintained.

**(vii) In respect of statutory dues**

The Company has generally regular in depositing with appropriate authorities undisputed statutory dues, including, Income tax, Goods and Service tax, provident fund, employees state insurance, and other material statutory dues as may be applicable to it from time to time. According to the information and explanation given to us, there was no undisputed amount payable in respect of such statutory dues as may be applicable to it from time to time. According to the information and explanation given to us, no undisputed amounts payable in respect of such statutory dues were in arrears, as at 31<sup>st</sup> March 2022 for a period of more than six months from the date they become payable.

**(viii) Unrecorded or Undisclosed transaction:**

According to the information and explanations given to us, there was no transaction found unrecorded in the books of accounts of the company which has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961)

**(ix) Default in repayment of loans or willful defaulter**

(a) As observed by us and as per the information and explanations given by the management, that the company has not defaulted in repayment of dues to Financial Institution or banking Companies.

(b) According to the information and explanations given to us and on the basis of audit procedures, we report that the company has not been declared willful defaulter by any bank or financial institution or government or any government authority. In our opinion and according to the information and explanation given to us, the company has utilized the money obtained by way of working capital term loans during the year for the purposes for which they were obtained.

**(x) Initial Public offer or preferential allotments:**

The Company is using funds with proper manner; the company has applied the term loans or the purpose for which they were raised.

**(xi) Frauds:**

- (a) During the course of our examination of books and records of the company, carried out in accordance with the generally accepting auditing practices in India and according to the information and explanations given to us, we neither come across any instance of fraud on or by the company, noticed or reported during the year, nor we have been informed of such case by the management.
- (b) To the best of our knowledge and information and explanations given to us, no instance of fraud reportable under sub-section (12) of section 143 of the companies act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of companies (Audit and Auditors) Rules, 2014 with the Central Government.

**(xii) Nidhi Companies:**

The company is not covered under the provisions applicable to Nidhi Companies.

**(xiii) Related party transactions:**

According to the information and explanation, all transactions with the related parties are in compliance with section 177 and 188 of the Companies Act, 2013 wherever applicable and the details have been disclosed in Financial Statements etc., as required by the applicable accounting standards.

**(xiv) Internal Audit system**

In our opinion and based on our examination, the company does not have an internal audit system and is not required to have an Internal Audit system as per provisions of the Companies Act, 2013.

**(xv) Non Cash transactions:**

According to the information and explanation, given to us, in our opinion during the year the company has not entered into any non-cash transactions with its directors or persons connected with its directors and hence provisions of section 192 of Companies Act, 2013 are not applicable to the company.

**(xvi) NBFC Companies:**

The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

**(xvii) Profit/Loss making companies:**

The company is generally profit making company and there was no cash loss in last financial year also.

**(xviii) Issue of preference shares or partly convertible debentures**

The Company has not made any preference allotment but had issued private placement of shares during the year of Rs.3crore during the year under consideration.

**(xix) Resignation of statutory Auditors:**

There being no resignation of the statutory auditors during the year, this clause is not applicable.

**(xx) Material uncertainty and financial ratio analysis:**

According to the information and explanation given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which cause us to believe that any material uncertainty exist 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 to the future viability of the company. 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.

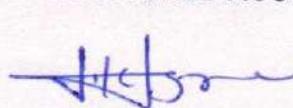
**(xxi) Corporate Social Responsibilities:**

Provisions of section 135 of Companies Act, 2013 are not applicable to the company during the year. Therefore, no reporting required.

**(xxii) Managerial Remuneration**

According to the information and explanations given to us, the Company has given managerial remuneration for an amount of Rs.14 lacs in accordance with provisions of section 197 of read with schedule V to the Act.

**FOR JAMBU AGRAWAL & ASSOCIATES  
CHARTERED ACCOUNTANTS**

  
JAMBU KR AGRAWAL  
(PARTNER)  
M.NO.-108202  
FRN-010066C  


DATE:

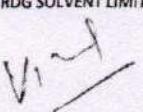
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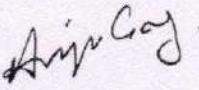
**RDG SOLVENT LIMITED**  
**SHOP NO, P-7 BHAMASHAH MANDI KOTA RJ 324005**  
**CIN : U15209RJ2019PLC066839**  
**BALANCE SHEET AS ON 31.03.2022**

( All amounts are in Indian Rupees in Lakhs unless otherwise stated)

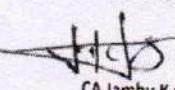
Particulars		Note No.	As at 31 March, 2022	As at 31 March, 2021
			Amount (In Rs.)	Amount (In Rs.)
<b>A</b>	<b>EQUITY AND LIABILITIES</b>			
<b>1</b>	<b>Shareholders' funds</b>			
	(a) Share capital	1	2,100.00	1,800.00
	(b) Reserves and surplus	2	398.62	195.36
			<b>2,498.62</b>	<b>1,995.36</b>
<b>2</b>	<b>Share application money pending allotment</b>			
<b>3</b>	<b>Non-current liabilities</b>			
	(a) Long-term borrowings	3	3,299.78	1,917.60
	(b) Deferred tax liabilities (net)	4	31.27	19.17
	(c) Other long-term liabilities			
	(d) Long-term provisions			
			<b>3,331.05</b>	<b>1,936.77</b>
<b>4</b>	<b>Current liabilities</b>			
	(a) Short-term borrowings	5	7,419.06	2,972.83
	(b) Trade payables	6	1,110.57	183.72
	(c) Other current liabilities	7	34.37	120.74
	(d) Short-term provisions		35.13	-
			<b>8,599.14</b>	<b>3,277.29</b>
		<b>TOTAL</b>	<b>14,428.81</b>	<b>7,209.42</b>
<b>B</b>	<b>ASSETS</b>			
<b>1</b>	<b>Non-current assets</b>			
	(a) Fixed assets			
	(i) Tangible assets	8	2,890.97	2,858.59
	(ii) Intangible assets	8	7.83	5.84
	(iii) Capital work-in-progress		595.69	-
	(iv) Intangible assets under development			
			<b>3,494.49</b>	<b>2,864.42</b>
	(b) Non-current investments			
	(c) Deferred tax assets (net)			
	(d) Long-term loans and advances			
	(e) Other non-current assets			
			<b>3,494.49</b>	<b>2,864.42</b>
<b>2</b>	<b>Current assets</b>			
	(a) Current investments	9	14.79	14.70
	(b) Inventories	10	9,424.37	3,625.05
	(c) Trade receivables	11	175.21	131.33
	(d) Cash and cash equivalents	12	430.57	104.52
	(e) Short-term loans and advances	13	109.59	58.15
	(f) Other current assets	14	779.80	411.26
			<b>10,934.33</b>	<b>4,345.00</b>
		<b>TOTAL</b>	<b>14,428.81</b>	<b>7,209.42</b>
<b>Significant accounting policies and notes to accounts</b>				
The accompanying notes 1 to 23 are integral part of the financial statement				

For and on the Behalf of Board of Directors  
**RDG SOLVENT LIMITED**

  
**Vishal Garg**  
(Director)  
DIN: 00840692

  
**Anju Garg**  
(Director)  
DIN: 02061437

IN TERMS OF OUR REPORT OF EVEN DATE  
FOR JAMBU AGRAWAL AND ASSOCIATES  
CHARTERED ACCOUNTANTS

  
**CA Jambu K Agrawal**  
(PARTNER)  
M.NO. 108202  
FRN: 010066C  
UDIN: 22108202AQRDVW3736



**Kalpana Sharma**  
Company Secretary  
M.NO.: F8571

Place: KOTA  
Date: 02-Sept -2022

**RDG SOLVENT LIMITED**  
 SHOP NO, P-7 BHAMASHAH MANDI KOTA Kota RJ 324005  
 CIN : U15209RJ2019PLC066839  
 Statement of Profit and Loss for the period of ended 31 March, 2022

Particulars	Note No.	( All amounts are in Indian Rupees in Lakhs unless otherwise stated)	
		For the period ended 31 March, 2022	For the period ended 31 March, 2021
<b>A</b> <b>CONTINUING OPERATIONS</b>			
1 Revenue from operations	16	26,558.33	15,187.69
2 Other income	17	5.42	1.81
<b>3 Total revenue (1+2)</b>		<b>26,563.74</b>	<b>15,189.50</b>
<b>4 Expenses</b>			
Cost of Material Consumed	18	23,626.44	17,457.26
Change in Inventory	19	650.07	-3,446.72
Purchase of stock in Trade			
Employee Benefit expenses	20	69.36	19.61
Financial Expenses	21	310.81	81.97
Depreciation And Amortization Exp.	22	271.05	58.22
Other Exp.	23	1,385.52	804.64
<b>Total expenses</b>		<b>26,313.25</b>	<b>14,974.97</b>
<b>5 Profit / (Loss) before exceptional and extraordinary items and tax (3 - 4)</b>		<b>250.50</b>	<b>214.53</b>
Tax			
6 Exceptional Items			
<b>7 Profit before extraordinary items and tax</b>		<b>250.50</b>	<b>214.53</b>
8 Extra Ordinary Items			
<b>9 Profit / (Loss) before tax (7 ± 8)</b>		<b>250.50</b>	<b>214.53</b>
<b>10 Tax expense:</b>			
(a) Current tax expense for current year			
(b) (Less): MAT credit (where applicable)			
(c) Current tax expense relating to prior years			
(d) Net current tax expense			
(e) Deferred tax			
		35.13	-
		-	-
		-	-
		12.10	19.17
<b>11 Profit / (Loss) for the period from continuing operations</b>		<b>47.23</b>	<b>19.17</b>
<b>12 Profit and loss from discontinuing operations</b>		<b>203.27</b>	<b>195.36</b>
<b>13 Tax Expense of discontinuing operations</b>			
<b>14 Profit &amp; Loss from discontinuing operations (after tax) [12-13]</b>			
<b>15 Profit (Loss) for the Period (11+14)</b>			
<b>16 Earning Per Equity Share</b>			
(1) Basic			
(2) Diluted		0.97	1.09

The accompanying notes 1 to 20 are an integral part of the financial statements.

For and on the Behalf of Board of Directors  
**RDG SOLVENT LIMITED**

*Vishal Garg* *Anju Garg*  
 Vishal Garg  
 (Director) Anju Garg  
 DIN: 00840692 DIN: 02061437

*R Sharma*  
 Kalpana Sharma  
 Company Secretary  
 M.NO.: F8571

IN TERMS OF OUR REPORT OF EVEN DATE  
 FOR JAMBU AGRAWAL AND ASSOCIATES  
 CHARTERED ACCOUNTANTS

*J. Agrawal*  
 CA Jambu K Agrawal 010066C  
 (PARTNER)  
 M.NO. 108202  
 FRN : 010066C  
 UDIN: 22108202AQRDVW3736

Place: KOTA  
 Date: 02-Sept-2022

**RDG SOLVENT LIMITED**  
**SHOP NO, P-7 BHAMASHAH MANDI KOTA Kota RJ 324005**  
**CASH FLOW STATEMENT**  
For the period ended on 31st March, 2022

( All amounts are in Indian Rupees in Lakhs unless otherwise stated)

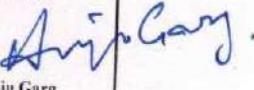
Particulars	Details	Amount (Rs)
<b>1. Cash Flow From Operating Activities</b>		
Net Profit before tax		250
Add:- (i) Depreciation & Amortisation Expenses	267	
Less:- (ii) Interest received	4	
Less:- (iii) Profit on sale of Fixed Assets	-	
Add:- (iv) Interest / Financial Expenses	311	
Cash from Operating Activities before changes in Working Capital	574	
Changes in Working Capital		824
- Inventories	-5,799	
- Debtors	-44	
- Loans & Advances	-420	
- Creditors	927	
- Other Current liabilities & Provisions	-51	
Cash Generated from Operating Activities	-5,388	
Less:- Tax paid	-4,563	
	35	
	35	4,598
<b>2. Cash Flow From Investing Activities</b>		
Less:- Fixed Assets Purchased (incl. CWIP)		
Less:- Intangible assets Purchased	-893	
Less:- Current assets purchased	-4	
Add:- Fixed Assets Sold (net of Dep. Written back)	-	
Add:- Profit On Sale of Fixed Assets	-	
Less:- Investments Purchase	-	
Add:- Interest received	-0	
Net Cash Outflow from Investing Activities	-893	-893
<b>3. Cash Flow From Financing Activities</b>		
Add:- (i) Increase in Short term Borrowings		
(ii) Increase in Long term Borrowings	4,446	
(iii) Increase in Capital Investment Subsidy	1,382	
(iv) Increase in Share Capital	-	
Less:- Interest paid	300	
	-311	
Net Cash Inflow from Financing Activities	5,818	5,818
Net Increase/ (Decrease) in Cash & Cash Equivalents		326
Cash & Cash Equivalents (Opening Balance) 1.4.2021		105
Cash & Cash Equivalents (Closing Balance) 31.3.2022		431
		431

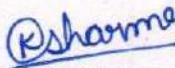
IN TERMS OF OUR REPORT OF EVEN DATE  
FOR JAMBU AGRAWAL AND ASSOCIATES  
CHARTERED ACCOUNTANTS

  
JAMBU KR AGRAWAL PARTNER M.NO. 108202 FRN 010066C Place : KOTA Date:02-Sept-2022 UDIN: 22108202AQRDVW3736

For and on the Behalf of Board of Directors  
RDG SOLVENT LIMITED

  
Vishal Garg  
Director  
DIN:00840692

  
Anju Garg  
Director  
DIN:02061437

  
KALPANA SHARMA  
COMPANY SECRETARY  
M.NO. :F8571

**RDG SOLVENT LIMITED**  
**NOTES FORMING PART OF FINANCIAL STATEMENT FOR THE PERIOD ENDED AS ON 31.03.2022**

(All amounts are in Indian Rupees in Lakhs unless otherwise stated)

**NOTE: 1 (I) SHARE CAPITAL**

<b>PARTICULARS</b>	<b>AS AT 31 MARCH, 2022</b>		<b>AS AT 31 MARCH, 2021</b>	
	<b>Number of shares</b>	<b>Amount</b>	<b>Number of shares</b>	<b>Amount</b>
(a) Authorised Share Capital 21000000 Equity shares of Rs. 10/- each (Previous Year 18000000 shares of Rs. 10 each )	2,10,00,000	2,100.00	1,80,00,000	1,800.00
(b) Issued, Subscribed and paid up capital (Previous Year 18000000 shares of Rs. 10 each ) (210,00,000 Equity Shares of Rs. 10/- each fully paid in cash)	2,10,00,000	2,100.00	1,80,00,000	1,800.00
<b>Total</b>	<b>2,10,00,000</b>	<b>2,100.00</b>	<b>1,80,00,000</b>	<b>1,800.00</b>
Terms / rights attached to Equity Shares : The equity shares of the Company, having par value of Rs. 10/- per share, rank pari-passu in all respects including voting rights and entitlement to Dividend.				

**NOTE: 1 (II) RECONCILIATION STATEMENT**

Reconciliation of No. of shares and Amount Outstanding at the begining and at the end of the reporting period:

<b>PARTICULARS</b>	<b>Equity Shares</b>	
	<b>Number</b>	<b>Amount</b>
No. of Shares Outstanding at the Begining of the year(as on 01.04.2021)	1,80,00,000	1,800.00
No. of Shares issued during the year	30,00,000	300.00
No. of Shares bought back during the year	-	-
<b>No. of Shares Outstanding as on 31st March 2022</b>	<b>2,10,00,000</b>	<b>2,100.00</b>

**NOTE: 1 (III) DETAIL OF SHARE HOLDING**

Detail of shares held by each shareholder holding more than 5% Shares:

<b>Name of Shareholder</b>	<b>AS AT 31 MARCH, 2022</b>		<b>AS AT 31 MARCH, 2021</b>	
	<b>No. of Shares held</b>	<b>% of Holding</b>	<b>No. of Shares held</b>	<b>% of Holding</b>
RDG Proteins Ltd	12,50,000	5.98%	12,50,000	7%
Indian Warehousing Corporation Ltd	18,00,000	8.61%	18,00,000	10%
Chandra Prakash Khushiram Kewlani	57,80,000	27.66%	57,80,000	34%
Poonam Mahesh Kewlani	5,00,000	2.39%	-	-
Lata Suresh Kewlani	2,00,000	0.96%	-	-
RDG Capital Pvt Ltd	63,69,500	30.48%	63,69,500	37%
Vishal Garg Industries Pvt. Ltd	50,00,000	23.92%	20,00,000	12%
<b>Total</b>	<b>2,08,99,500</b>	<b>100%</b>	<b>1,71,99,500</b>	<b>100%</b>

Detail of shares held by Promoters :

<b>Name of Shareholder</b>	<b>AS AT 31 MARCH, 2022</b>		<b>AS AT 31 MARCH, 2021</b>	
	<b>No. of Shares held</b>	<b>% of Holding</b>	<b>No. of Shares held</b>	<b>% of Holding</b>
Anju Garg	-	-	-	-
Vishal Garg	50,000	0.24%	-	-
Chandra Prakash Khushiram Kewlani	50,000	0.24%	-	-
<b>Total</b>	<b>57,80,000</b>	<b>27.66%</b>	<b>57,80,000</b>	<b>34%</b>
	<b>58,80,000</b>	<b>28.14%</b>	<b>57,80,000</b>	<b>34%</b>



**NOTE 2: RESERVE AND SURPLUS**

<b>PARTICULARS</b>	<b>AS AT 31 MARCH,</b>	
	<b>2022</b>	<b>2021</b>
<b>(A) SECURITY PREMIUM ACCOUNT</b>	<b>Amount</b>	<b>Amount</b>
Opening Balance		
Add : Premium on shares issued during the year		
Closing balance		
	Total (A)	
<b>(B) SURPLUS</b>		
Opening Balance		
Add: Profit / Loss for the Current year	195.36	
Add: Transfer From Reserve	203.27	195.36
Less: Proposed dividend paid	-	-
Less: Interim dividend Paid	-	-
Less: Transfer to Reserve	-	-
Closing Balance		
	Total (B)	195.36
	<b>Total (A+B)</b>	<b>195.36</b>

**NOTE: 3 LONG-TERM BORROWINGS**

<b>PARTICULAR</b>	<b>AS ON 31.03.2022</b>	<b>AS ON 31.03.2021</b>
<b>Secured loan</b>		
HDFC Bank Ltd Term Loan*	1,355.07	1,211.42
	1,355.07	1,211.42
HDFC Bank Ltd Term LoaN** (Power Plant)	496.62	-
HDFC Bank GECL Covid Relief Loan	1,247.00	
	1,743.62	
*Term Loan secured by way of equitable mortgage of industrial property located at Khasra no 235,236,237 and 1360/217, village Tated -Ladpura, Kota		
**Term loan secured against by hypothecation of plant and machinery, stock debtors , personal guarantee and against the security of Factory Khasra no 235,236,237 and 1360/217 Near Kota Baran Road , village Tated . And industrial property Khasra no 679,680 Vialalge Kasar .		
<b>Unsecured Loans</b>	<b>(A)</b>	<b>3,098.69</b>
From Corporates		1,211.42
From Director	101.09	606.18
	100.00	100.00
	201.09	706.18
	<b>TOTAL (A+B)</b>	<b>3,299.78</b>
		<b>1,917.60</b>

\* This Term Loan is Repayable in 84 months including 6 months moratorium period  
 This Term Loan is repayable in 84 monthly installments of Rs. 1981890/- commencing from 07/06/2021 till 07/08/2021.  
 and from 07/09/2021 amt of installments is Rs. 2468573/-  
 Rate of Interest of this term loan is 7.75% per annum  
 Installment falling due within 1 year

296.23 lacs

The aforesaid term loan, in addition to collateral security has been secured by the personal guarantees of three director and their relatives and corporate guarantee of RDG Solvent Limited, Indian Warehousing Corporation Limited, RDG Capital Private Limited.

# The aforesaid term loan is secured against the security of plant and machinery , stock debtors , personal guarantee and factory

The Term loan is repayable in 84 monthly installments of Rs 786619/- commencing from 07-02-2022.  
 Rate of Interest of this term loan is 7.75% per annum  
 Installment falling due within 1 year

89.42 lacs

\*\* Pledge loan repayment schedule

**NOTE :5- SHORT-TERM BORROWINGS**

<b>PARTICULARS</b>	<b>AS ON 31.03.2022</b>	<b>AS ON 31.03.2021</b>
<b>Secured</b>		
<b>Loans Repayable on Demand from Banks</b>		
HDFC Bank Ltd Pledge Loan(Secured against warehousing Receipt)	1,796.05	
HDFC Bank - Cash Credit Limit	4,114.10	2,972.83
HDFC WCDL Loan A/c	1,508.92	
	<b>TOTAL</b>	<b>7,419.06</b>
		<b>2,972.83</b>

Terms & Conditions for Short term Borrowing from banks:

\*The Working Capital Limit is extended by way of GECL and wcdl loan and all above are secured by hypothecation of all current assets of the Company including Plant & Machinery, Inventories and Receivables.  
 The aforesaid GECL loan and CC limits, in addition to collateral security, has been secured by way of personal guarantees of the Directors of the Company and their relatives.



**RDG SOLVENT LIMITED**

**NOTE: 4 CALCULATION OF DEFERRED TAX LIABILITY**  
**(On account of Depreciation)**

**In Compliance to Accounting Standard 22, the following accounting policy is to be adopted**

**In preparation of Financial Statements for the FY 2021-22**

**"Provision for the year comprises estimated current income tax determined to be payable in respect of taxable income and deferred Tax effect of timing difference representing the difference between taxable income and accounting income that originate in one year and capable of reversible in one or more subsequent."**

**In addition to current tax liability, the calculation of deferred tax liability is worked out as under :**

Particulars	WDV as on 31.03.2022	WDV as on 31.03.2021	Net Tax
1. As per Companies Act, 2013	28,98,79,185	28,64,42,166	
2. As per Income Tax Act, 1961	27,16,55,586	27,52,71,563	
3. Net W.D.V. (1-2)	1,82,23,600	1,11,70,603	
4. Deferred Tax Liability @ 15%	27,33,540	16,75,590	
6. Surcharge	2,73,354	1,67,559	
7. Total (Including Surcharge) (4+6)	30,06,894	18,43,149	
8. Education Cess @ 4%	1,20,276	73,726	
9. Total Deferred Tax Liability (7+8)	<b>31,27,170</b>	<b>19,16,875</b>	<b>31,27,170</b>
10. Liability provided in Books as on 31.3.2021		19,16,875	
11. Liability to be provided during the FY 2021-22	12,10,295		



**NOTE: 6 TRADE PAYABALS**

PARTICULAR	AS ON 31.03.2022	AS ON 31.03.2021
Total Outstanding dues of Micro and Small Enterprises		
Creditors (Outstanding dues of Others)		
(Less than six Months)		
Sundry Creditors For Raw Material	958.95	64.86
Sundry Creditors (Others)	151.63	118.86
<b>TOTAL</b>	<b>1,110.57</b>	<b>183.72</b>

**NOTE: 7 OTHER CURRENT LIABILITIES**

PARTICULAR	AS ON 31.03.2022	AS ON 31.03.2021
'Current Liabilities & Payables		
Other Payable	1.81	4.73
Advance From Debtors	19.10	106.95
<b>(A)</b>	<b>20.91</b>	<b>111.68</b>
Duties & Taxes		
TDS & TCS Payable	13.46	9.06
<b>(B)</b>	<b>13.46</b>	<b>9.06</b>
<b>TOTAL</b>	<b>34.37</b>	<b>120.74</b>

**NOTE: 8 SHORT TERM PROVISIONS**

PARTICULAR	AS ON 31.03.2022	AS ON 31.03.2021
Provision For Income Tax		
<b>TOTAL</b>	<b>35.13</b>	<b>-</b>
	<b>35.13</b>	<b>-</b>

**NOTE : 9 CURRENT INVESTMENT**

PARTICULAR	AS ON 31.03.2022	AS ON 31.03.2021
<b>Deposits</b>		
NSDL Security Deposit		
JVVNL Deposit	0.90	0.90
House Rent Security	13.80	13.80
	0.09	-
<b>TOTAL</b>	<b>14.79</b>	<b>14.70</b>

**NOTE : 10 INVENTORIES**

PARTICULAR	AS ON 31.03.2022	AS ON 31.03.2021
Raw Material		
Finished Goods	6,349.19	7.34
Others (Stores and Consumabels)	2,726.21	3,373.69
	348.96	244.02
<b>TOTAL</b>	<b>9,424.37</b>	<b>3,625.05</b>
<b>Inventories have been valued as under :</b>		
<b>Raw Material</b>	: At Cost or NRV, whichever is lower	
<b>Stock-in- Progress</b>	: At Estimated Cost	
<b>Finished Goods</b>	: At Cost(Estimated Cost) or NRV, whichever is lower	
Chemicals, Consumables, Packing Mat., Fuel, Stores & Spares	: At Cost	



**RDG SOLVENT LIMITED**  
**FIXED ASSETS SCHEDULE AS PER INCOME TAX ACT**

Particulars	W.D.V as on 01.04.2021	F.Y. 2021-22				Rate of Depreciation	WDV as on 31.03.2022
		>180 Days	<180 Days	Additions	Deletions		
AGRICULTURE LAND TA THED-217,238,1189/218,1190/218	3,10,48,385	-	-	-	-	3,10,48,385	-
BOILER	1,32,35,890	8,79,229	-	-	-	1,42,01,819	56,63,388
BUILDING	56,35,712	7,08,484	86,700	2,10,342	-	65,54,538	85,38,431
COMPUTERS	11,78,529	-	-	-	-	11,78,529	59,09,601
SOFTWARE	6,38,312	4,31,120	-	-	-	10,69,432	4,71,412
ETP	35,61,818	2,93,891	-	-	-	38,55,708	2,67,358
INDUSTRIAL LAND TA THED-235,236,237,1360/217	7,00,20,377	-	-	-	-	7,00,20,377	8,02,074
Industrial Shed	1,44,11,899	-	-	-	-	1,44,11,899	23,13,425
PLANT & MACHINERY	12,57,31,722	1,73,60,272	85,92,819	-	-	15,16,84,813	-
PLANT & MACHINERY (PRE OWNED)	98,08,919	-	-	-	-	98,08,919	14,41,190
Tractor - 1, Johndeer	-	8,60,052	-	-	-	8,60,052	2,21,08,261
Tractor - 2, Johndeer	-	-	7,57,068	-	-	7,57,068	14,71,338
<b>Total</b>	<b>27,52,71,563</b>	<b>2,05,33,048</b>	<b>96,469,29,66</b>	<b>0.00</b>	<b>0.00</b>	<b>30,54,51,541</b>	<b>3,37,95,935</b>
							<b>27,16,55,586</b>



RDG SOLVENT LIMITED

NOTE : 8 PROPERTY PLANT & EQUIPMENT

NOTES FORMING PART OF FINANCIAL STATEMENTS AS ON/ FOR THE PERIOD ENDED ON 31.03.2022

S.No.	Particulars	Amount in Rs.											
		Value at the beginning	Additions during the year	Gross Block	Deductions during the year	Value at the end	Value at the beginning	Depreciation	Impairment	Up to 31.03.2021	Current Year	WDV as on 31.03.2022	WDV as on 31.03.2021
I	Tangible Assets												
	AGRICULTURE LAND TATHED -												
1	217,238,1189/218,1190/218	3,10,48,385	-	-	-	3,10,48,385	-	-	-	-	-	3,10,48,385	3,10,48,385
2	INDUSTRIAL LAND TATHED- 235,236,237,1360/217	7,00,20,377	-	-	-	7,00,20,377	-	-	-	-	-	7,00,20,377	7,00,20,377
3	BUILDING	59,32,328	9,18,826	-	-	68,51,154	85,203	6,26,945	7,12,148	-	-	61,39,006	58,47,125
4	Industrial Shed	1,51,70,420	-	-	-	1,51,70,420	3,59,310	14,07,055	17,66,365	-	-	1,34,04,055	1,48,11,110
5	PLANT & MACHINERY	13,59,26,186	2,59,53,091	-	-	16,18,79,276	31,39,924	1,66,63,105	1,98,03,029	-	-	14,20,76,248	13,27,86,262
6	PLANT & MACHINERY (PRE OWNED)	1,06,04,237	-	-	-	1,06,04,237	2,98,485	11,63,519	14,62,004	-	-	91,42,233	1,03,05,752
7	BOILER	1,65,44,862	9,65,929	-	-	1,75,10,792	11,55,929	50,30,926	61,86,855	-	-	1,13,23,937	1,53,88,933
8	ETP	44,52,273	2,93,891	-	-	47,46,163	1,20,173	5,19,060	6,39,233	-	-	41,06,931	43,32,100
9	COMPUTERS	14,73,161	-	-	-	14,73,161	1,54,640	8,32,778	9,87,418	-	-	4,85,744	13,18,522
10	Tractor - 1, Johindeer	8,60,052	-	-	-	8,60,052	-	1,67,044	1,67,044	-	-	6,93,008	-
11	Tractor - 2, Johindeer	7,57,068	-	-	-	7,57,068	-	1,00,403	1,00,403	-	-	6,56,665	-
	<b>SUB TOTAL (I)</b>	<b>29,11,72,229</b>	<b>2,97,48,857</b>			<b>32,09,21,086</b>	<b>53,13,663</b>	<b>2,65,10,835</b>	<b>-</b>	<b>3,18,24,498</b>	<b>-</b>	<b>28,90,96,589</b>	<b>28,58,58,566</b>
II	<b>Intangible Assets</b>												
	Software	7,29,500	4,31,120	-	-	11,60,620	1,45,900	2,32,124,07	-	3,78,024	-	7,82,596	5,83,600
	<b>SUB TOTAL (II)</b>	<b>7,29,500</b>	<b>4,31,120</b>			<b>11,60,620</b>	<b>1,45,900</b>	<b>2,32,124</b>		<b>3,78,024</b>		<b>7,82,596</b>	<b>5,83,600</b>
III	<b>Capital Work In Progress</b>												
	Power Plant	-	5,95,69,455	-	-	5,95,69,455	-	-	-	-	-	5,95,69,455	-
	<b>SUB TOTAL (III)</b>	<b>-</b>	<b>5,95,69,455</b>			<b>5,95,69,455</b>						<b>5,95,69,455</b>	
	<b>Total (Current Year)</b>	<b>29,19,01,729</b>	<b>8,97,49,432</b>			<b>38,16,51,161</b>	<b>54,59,563</b>	<b>2,67,42,959</b>		<b>3,22,02,522</b>		<b>34,94,48,640</b>	<b>28,64,42,166</b>
	<b>(Previous Year)</b>	<b>-</b>	<b>1,44,88,31,664</b>			<b>-</b>	<b>-</b>	<b>-</b>		<b>-</b>		<b>1,44,88,31,664</b>	



**NOTE :11 TRADE RECEIVABLES**

<b>PARTICULAR</b>	<b>AS ON 31.03.2022</b>	<b>AS ON 31.03.2021</b>
<b>(Less then six months)</b>		
Sundry Debtor Oil	29.91	0.25
Sundry Debtor DOC	145.30	131.08
Sundry Debtor By Product	0.00	
<b>TOTAL</b>	<b>175.21</b>	<b>131.33</b>

**NOTE :12 CURRENT ASSETS**

<b>PARTICULARS</b>	<b>AS ON 31.03.2022</b>	<b>AS ON 31.03.2021</b>
<b>(I) CASH AND CASH EQUIVALENTS</b>		
a) Cash in hand		
b) Balance with Banks		
HDFC Bank (2) 3456789	25.20	28.50
FD with HDFC Bank	326.47	0.54
	78.90	75.48
<b>TOTAL</b>	<b>430.57</b>	<b>104.52</b>

**NOTE :13 SHORT TERM LOANS & ADVANCES**

<b>PARTICULAR</b>	<b>AS ON 31.03.2022</b>	<b>AS ON 31.03.2021</b>
Advances For Capital goods		
Advance For Expenditure	109.58	58.10
	0.01	0.05
<b>TOTAL</b>	<b>109.59</b>	<b>58</b>

**NOTE :14 OTHER CURRENT ASSET**

<b>PARTICULARS</b>	<b>AS ON 31.03.2022</b>	<b>AS ON 31.03.2021</b>
Prepaid Expenses		
Preliminary Expenses	13.27	8.77
GST Receivable	10.86	14.49
TCS Receivable	728.84	381.16
TDS Receivable	3.13	5.95
Advance Income Tax	16.70	0.90
	7.00	-
<b>TOTAL</b>	<b>779.80</b>	<b>411.26</b>



**RDG SOLVENT LIMITED**  
**NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE PERIOD ENDED**

( All amounts are in Indian Rupees in Lakhs unless otherwise stated)  
**Revenue From operations**

Note : 16

S. NO.	Particulars	For the period ended on 31.03.2022
1	Revenue from Sale of Products - Domestic Sales	
2	Revenue from Sale of Services	26,558.33
	<b>Total</b>	<b>26,558.33</b>

Note : 17

**Other Income**

S. NO.	Particulars	For the period ended on 31.03.2022
1	Interest Income	
2	Other Income	4.39 1.03
	<b>Total</b>	<b>5.42</b>

Note : 18

**Cost of Material Consumed**

S. NO.	Particulars	For the period ended on 31.03.2022
1	Opening Stock	
2	Add: Purchases	7.34 29,968.29
3	Less: Closing Stock	29,975.64
	<b>Balance</b>	<b>29,975.64</b>



Note : 19 Changes in Inventories of Finished Goods, WIP and Stock-in-Trade

S. NO.	Particulars	For the period ended on 31.03.2022	For the period ended on 31.03.2021
1	<b>Inventories (at Close)</b> Finished Goods / Stock-in-Trade Stock-In-Process	70.43	3,418.02
		-	28.70
2	<b>Inventories (at Commencement)</b> Finished Goods / Stock-in-Trade Stock-In-Process	70.43	3,446.72
		3,418.02	-
		28.70	-
		3,446.72	-
	<b>Balance (1-2)</b>	<b>3,376.29</b>	<b>-3,446.72</b>

Note : 20 Employee Benefit Expenses

S. NO.	Particulars	For the period ended on 31.03.2022	For the period ended on 31.03.2021
1	Salaries & Wages	63.65	18.39
2	Employer's Contribution to PF	3.22	1.11
3	Employer's Contribution to ESI	2.49	0.10
	<b>Total</b>	<b>69.36</b>	<b>19.61</b>

Note : 21 Financial Expenses

S. NO.	Particulars	For the period ended on 31.03.2022	For the period ended on 31.03.2021
1	Interest	296.11	81.36
2	Bank Charges	14.69	0.62
	<b>Total</b>	<b>310.81</b>	<b>81.97</b>

Note : 22 Depreciation and Amortisation Expenses

S. NO.	Particulars	For the period ended on 31.03.2022	For the period ended on 31.03.2021
1	Depreciation	267.43	54.60
2	Preliminary Expenses	3.62	3.62
	<b>Total</b>	<b>271.05</b>	<b>58.22</b>

Note : 23 Other Expenses

S. NO.	Particulars	For the period ended on 31.03.2022	For the period ended on 31.03.2021
<b>A</b>	<b>Manufacturing Expenses</b>		
1	Chemicals Consumed	176.55	108.76
2	Packing Material Consumed	143.24	57.93
3	Power & Fuel Consumed	393.22	240.98
4	Stores & Spares Consumed	-	49.64
5	Wages	171.01	35.70
6	Factory Expenses	9.54	1.10
7	Repairs & Maintenance (Direct)	80.19	15.42
	<b>Total (A)</b>	<b>973.75</b>	<b>509.52</b>
<b>B</b>	<b>Administrative Expenses</b>		
1	Auditor's Remuneration	1.10	1.00
2	Donation	-	0.21
3	Insurance	23.06	5.24
4	Legal & Professional fees	12.26	1.94
5	General Office Expenses	70.29	31.19
6	Telephone Expenses	2.01	0.45
7	Travelling & Conveyance	0.36	0.76
	<b>Total (B)</b>	<b>109.08</b>	<b>40.78</b>
<b>C</b>	<b>Selling &amp; Distribution Expenses</b>		
1	Advertisement & Sales Promotion	1.96	2.51
2	Brokerage & Commission on Sales	11.99	6.92
3	Loading & Freight Outwards	288.73	244.91
	<b>Total (C)</b>	<b>302.69</b>	<b>254.33</b>
	<b>Total (A+B+C)</b>	<b>1,385.52</b>	<b>804.64</b>



## **NOTE-15 SIGNIFICANT ACCOUNTING POLICIES & NOTES TO ACCOUNTS**

Notes attached to and forming part of the Statement of Accounts as on and for the period ending on 31<sup>st</sup> March 2022 are as follows:

### **I. SIGNIFICANT ACCOUNTING POLICIES:**

#### **1. Basis of Preparation of Financial Statements:**

The Financial Statements have been prepared to comply in all material aspects with applicable Accounting Principles in India, the applicable Accounting Standards prescribed under section 133 of the Companies Act 2013 read with Rule 7 of the Companies (Accounts) Rules 2014, the provisions of the Act (to the extent notified) and other Accounting Principles generally accepted in India, to the extent applicable.

The company presents assets and liabilities in the balance sheet based on current/ non-current classification based on operating cycle. The operating cycle is the time between the acquisition of assets for processing and their realization in cash and cash equivalents. The company has identified twelve months as its operating cycle.

#### **2. Inventories(AS-2):**

Inventories have been uniformly valued as under:

Raw Material

: At cost or NRV, whichever is lower

Stock-in-Progress

: At Estimated Cost

Finished Goods

: At Estimated cost or NRV, whichever is lower

Packing Material, Stores & Spares & Fuel

: At Cost

Chemicals & Consumables

: At Cost

#### **3. Cash Flow Statement(AS-3):**

Cash flows are reported using Indirect method, where by profit/ (loss) before extraordinary item and tax is adjusted for the effect of transactions of non-cash nature and deferrals or accruals of past and future cash receipts or payment. The cash flow from operating, Investing and financing activities of the companies are segregated based on the available information.

#### **4. Revenue Recognition(AS-9):**

##### Sale of Goods and Services

They are generally accounted for on accrual basis as they are earned or incurred, revenue is recognised only when can be reliably measured and it is reasonable to expect ultimate collection. Revenue from contract priced on time and material basis are recognised when services are rendered and other costs are incurred.

##### Other Income

Interest and Other Income is accounted on accrual basis.



**5. Property, Plant & Equipment(AS-10):**

The Fixed Assets are stated at cost of acquisition less accumulated Depreciation and impairment losses, if any. The cost includes taxes and duties, freight, installation and other direct or allocated expenses. Consequently depreciation on such assets is provided according to useful life prescribed under the schedule II for "Continuous Process Plant" under Written down Value Method. Depreciation on other assets is provided on Written down Value Method in accordance with the provisions of the Companies Act, 2013 at the rates and in the manner specified in Schedule II of the Act except intangible assets.

Machinery spares which can be used only in connection with item of fixed assets and whose use expected to be irregular are capitalised and depreciated over the useful life of the principal item of the relevant assets. Sub-sequent expenditure relating to fixed assets is capitalised only if such expenditure results in an increase in the future benefits from such assets beyond its previously assessed standard of performance. Capital Work In Progress is disclosed separately below the Gross Block of Assets.

**6. Investments(AS-13):**

- (i) Investments, which are readily realisable and intended to be held for not more than one year from the date on which such investment are made, are classified as current investments. All investment is usually measured at cost.
- (ii) Current investments are carried in the financial statements at lower of the cost and fair value determined in on an individual investment basis. Long term investment are carried at cost. However, provision for diminution in value is net to recognise a decline other temporary in the value of investments

**7. Employees' Benefits(AS-15):**

- (a) Short term Employees Benefits- Short term employee benefits are recognized as an expense at the undiscounted amount in profit and loss account of the year in which related services are rendered.
- (b) Post Employment Benefits- Employees' Benefits in the form of contribution towards Provident Fund , ESI are considered as defined contribution plan and the contributions to recognized funds are charged to the Profit and Loss Account of the year when the contributions are due, as per the provisions of respective statutes.
- (c) Other Long Term Employees Benefits- Leaves lying in the credit of the employees are not paid as the Company follows practice of granting leaves as and when demanded by the employees during the year , otherwise the same gets lapsed. Hence no provision for the same is required to be made.

**8. Borrowing Cost:**

Borrowing costs that are attributable to the acquisition or construction of the qualifying assets are capitalized as part of the cost of such assets till the date of putting such assets to use. All other borrowing costs are charged to revenue.



**9. Earnings per Share (AS-20):**

Basic & Diluted Earnings per Share are computed in accordance with Accounting Standard -20 'Earnings per Share'. Basic Earnings per Share is calculated by dividing the net profit or loss after tax for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. Diluted Earnings per Equity Share are computed using the average number of equity shares and dilutive potential equity shares outstanding during the year, except where the results are anti-dilutive.

**10. Taxes on Income(AS-22) :**

Tax expenses are the aggregate of current tax and deferred tax charged or credited in the statement of profit or loss for the period.

(a) Current Tax – The current charge for income tax is calculated in accordance with the relevant tax regulations applicable to the company.

(b) Deferred Tax- Deferred tax charge or credit reflects the tax effects of timing differences between accounting income and taxable income for the period. The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognized using the tax rates that have been enacted or substantively enacted by the balance sheet date. Deferred tax assets are recognized only to the extent there is reasonable certainty at the assets can be realized in future; however, where there is unabsorbed depreciation or carry forward of losses, deferred tax assets are recognized only if there is virtual certainty of realization of such assets. Deferred tax assets are reviewed at each balance sheet date.

**11. Intangible Assets(AS-26):**

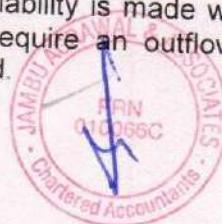
The Company amortizes the Intangible Assets over their useful estimated lives on the Straight Line Basis, commencing from the date the asset is available to the company for its use. Further, the company assesses at each balance sheet date, the probability of future economic benefits using reasonable and supportable assumptions that represent best estimate of the set of economic conditions that will exist over useful life of the asset and amortizes the amount of the asset accordingly.

**12. Impairment of Assets(AS-28):**

The Company assesses at each balance sheet date, whether there is any indication that an asset may be impaired. If any such indication exists, the company estimates the recoverable amount of assets .If such recoverable amount of assets or recoverable amount of cash generating unit to which assets belong is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognized in the Profit or Loss Account. If at the Balance Sheet date there is an indication that if a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of depreciated historical cost.

**13. Provisions and Contingent Liabilities(AS-29):**

The Company creates a provision when there is present obligation as a result of past events that probably requires an outflow of resources and reliable estimates can be made of the amount of obligation. A disclosure for a contingent liability is made when there is possible obligation that may, but probably will not, require an outflow of resources. Contingent assets are neither recognized nor disclosed.



**14. Preliminary Expenses:**

Preliminary expenses are to be amortized over a period of 5 years from the year of commencement of commercial operations of the company.

**II. OTHER NOTES TO ACCOUNTS:**

**1. Contingent Liabilities:**

The management has not identified any possibilities of material liabilities against the company which may arise in the future, which needs to be reported hereunder.

**2. Sundry Debtors & Creditors Balances:**

In the absence of confirmation from the parties and pending reconciliation, the Debit and Credit balances in regard to recoverable and payables have been taken as reflected in the books. In the opinion of the Directors, Loans & Advances and Current Assets, if realised in the ordinary course of business, have the value at which they are stated in the Balance Sheet.

**3. Advances:**

The Company has given advances for purchase of goods to certain suppliers and to other towards expenses etc., which are in the general course of business and not in the nature of loans or advances attracting provisions of Section 185/486 of the Companies Act, 2013.

**4. Property Plant and Equipment**

The company has opted for the useful life of boilers as 8 years instead of 25 years as prescribed under Schedule II to of the Companies Act, 2013. Therefore, it is in the nature of the departure from the useful life prescribed in the said Schedule. However, the said departure in useful life is based on the certification of a technical expert hired by the company in this respect. The change in useful life of Boiler has resulted into increase in the depreciation by an amount of Rs. 7.38Lacs during the current year and consequently, the same has resulted in reduction of book profits of the company by an equivalent amount.

**5. Unsecured Loans:**

Unsecured loans include Rs. 101.09 lacs (incl. Provision of interest) received from related parties (excl. Directors). These advances do not fall within the meaning of the expression "Deposit" as defined in the Companies (Acceptance of Deposits) Rules, 2014, since they have been raised and maintained pursuant to the stipulation of the Bankers.



**6. Provisions:**

In the opinion of the management, the provisions made in these annual accounts are adequate.

**7. MSME Dues:**

Based on the information & documents received from the management of company there is no outstanding on account of creditors that falls under the category of Micro, Small and Medium Enterprises Act, 2006 and as per the information received from the management the information is duly filed with registrar of companies.

**8. Deferred Tax Liability/ (Asset):**

Deferred Tax Liability/ Asset in the view of Accounting Standard -22 "Accounting for Taxes on income" has been worked out and provided in the books for the F.Y. 2021-22 as here under:

Particulars	Assets/(Liability) as at 01.04.2021	Charges/(Credit) for the year	As at 31.03.2022
Timing differences on account of:			
Deferred Tax Liability:	1916875.00	1210295.00	3127170.00
Deferred Tax Assets:	0.00	0.00	
<b>Deferred Tax Assets (Net)</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<i>Previous Year</i>	0.00	1916875.00	1916875

**9. Director's Remuneration :**

Sl. no.	Particulars	Current Year	Previous Year
1.	Director's Remuneration	1400000.00	0.00

**10. Remuneration paid/payable to Statutory Auditors:**

(Value in Rs.)

Particulars	For the F.Y. 2021-22	For the F.Y. 2020-21
Statutory Audit Fees	100000.00	100000.00
<b>Total</b>	<b>100000.00</b>	<b>100000.00</b>



11. **Related Party Transaction :**

Information regarding transactions with related parties as required by the Accounting Standard -18 issued by the Institute of Chartered Accountants Of India is as follows:

**Annexure-1**  
**Related Party Transaction**

**DISCLOSURE OF TRANSACTION BETWEEN THE COMPANY AND RELATED PARTIES AND THE STATUS OF OUTSTANDING BALANCE AS ON 31.03.2022.**

Key Managerial Personnel on the Board:	
1. VISHAL GARG 2. ANJU GARG	Director Director
Enterprise over which relatives of key managerial personal exercises significant influence	<ol style="list-style-type: none"> <li>Priyesh Impex Private Limited</li> <li>Prisha garg Overseas Pvt. Ltd.</li> <li>RDG Proteins Ltd</li> <li>Rukmani Devi Garg Agro Impex Pvt. Ltd.</li> <li>Shree Harivishal Industries LLP</li> <li>Gold Shine Comtrade Pvt. Ltd.</li> <li>Rukmani Devi Garg Agro Ampex Pvt. Ltd.</li> <li>Vishal Innovative Infra Property Pvt Ltd</li> <li>RDG Capital Private Limited.</li> <li>RDG Foods Private Limited</li> <li>RDG Agri Export Private Limited</li> <li>RDG Overseas Private Limited</li> <li>Indian Warehousing Corporation Ltd</li> <li>Shrinathji Assignment Pvt. Ltd</li> <li>Vishalgarg Industries Pvt. Ltd</li> <li>Prisha Enterprises Pvt. Ltd.</li> </ol>

**Particular of Related party Transactions:**

Particular	Volume of Transaction During The year	Balance 31 <sup>st</sup> March, 2022
<b>Acceptence of Loan</b>		
Indian Warehousing Corporation Ltd	58500000.00	0.00
Vishal Garg Industries Pvt Ltd	40000000.00	0.00
<b>Repayment of Loan</b>		
RDG Capital Pvt Ltd	16041830.00	10109110.00/- Cr.



RDG Food Pvt Ltd	24988.00	0.00
Indian Warehousing Corporation Ltd	58500000.00	0.00
Vishal Garg Industries Private Limited	76990181.00	0.00
<b>Interest Payment</b>		
RDG Capital Private Limited	1669112.00	10109110.00/- Cr.
Vishal Garg Industries Private Limited	1161936.00	0.00
<b>Purchase Transaction</b>		
Rukmani Devi Garg Agro Impex Private Limited	35863137.00	Nil
Vishal & company	24398622.00	0.00
<b>Rent Payment</b>		
Indian Warehousing Corporation Ltd	342024.00	150750.00/- Cr.
<b>Service Expenses</b>		
Shrinathji Assignment Pvt Ltd.	11514330.00	1097095.00/- Cr.

**12. Earnings Per Share (EPS) :**

In Determining earning per share, the company consider the net profit after tax and includes the post tax effects of any extraordinary/ exceptional item. The number of shares in computing basic earnings per share the weighted average number of shares outstanding during the period . The number of shares used in computing diluted earnings per share comprises weighted averages shares considered for deriving basic earnings per share, and also the weighted average number of equity shares that could have been issued on the conversion of all diluted potential equity shares. The diluted potential equity shares are adjusted for the proceeds receivable, had the shares been actually issued at fair value (i.e. the average market value of outstanding shares) Statement showing the computation of EPS is as under:

S. No.	Particulars	As at 31.03.2022	As at 31.03.2021
A	Net Profit after Tax (Rs. In Lacs)	20326514.00	19535751.00
B	Weighted Average number of equity shares for Basic EPS	21000000.00	18000000.00
C	<b>Basic earnings per Share (In Rs.) (A/B)</b>	<b>0.97</b>	<b>1.09</b>
D	Weighted Average Number of equity shares for Diluted EPS	21000000.00	0.00
E	<b>Diluted earning per share</b>	<b>0.97</b>	<b>0.00</b>
F	Face Value of share (In Rs)	10.00	10.00



**13. GST Reconciliation :**

All figures in respect of GST (output, input credit availed, paid or payable , GST refund availed etc.) appearing in the financial statements and books of accounts of the company are subject to reconciliation, compliance with GST audit and other GST laws.

- 14.** In the opinion of the Board , the current assets , loans and advances have a value on realisation in the ordinary course of business at least equal to the amounts at which they are stated in the Balance sheet and the provision for known liability is adequate and not in excess of amount reasonably necessary.
- 15.** The company has not impaired any assets during the year .
- 16.** The company has not traded or invested in crypto currency or virtual currency during the financial year.
- 17.** Figures of the previous year has been regrouped/ reclassified wherever applicable.
- 18.** All the figures are rounded off to the nearest rupees.

**III. Additional Regulatory Disclosure:**

**1. Title deeds of immovable Property not held in name of the company:**

According to the information and explanations given to us, the records examined by us and based on the examination of the copies of conveyance deeds/ registered sale deed provided to us, we report that, the title deeds, all immovable properties i.e. land and building as appearing in the financial statements of the company are held in the name of the company. The company has not taken any immovable properties i.e. land and building on lease during the year under report.

**2. Revaluation of property, Plant and Equipment:**

Company has not revalued its Property, Plant and equipment (including Right of Use assets) or intangible assets or both during the year.

**3. Loans and Advances:**

Company has not granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment to promoters, related parties as defined in clause (76) of section 2 of companies Act, 2013.

**4. Capital work-in-progress:**

There were no such capital works in progress, whose completion is overdue or has exceeded its cost compared to its original plan. Ageing schedule is attached along with notes to accounts .

**5. There is no intangible assets under development during the year. Hence requirement for ageing schedule and completion schedule is not applicable.**



**6. Details of Benami Property Held:**

According to information and explanations given to us and result of our audit procedures, no proceedings have been initiated or are pending against the company for holding any Benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made there under.

**7. Security of current assets against borrowings:**

According to information and explanations given to us and results of our audit procedures we have noted that the company is enjoying working capital loan limits with HDFC Bank against stocks of Raw Material, finished goods and receivables etc. current assets.

In our opinion, the quarterly returns and / or statements filed by the Company with such banks are largely in agreement with the books of account of the Company, without any material discrepancies

**8. Wilful Defaulter:**

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.

**9. Relationship with Struck off Companies:**

According to the information and explanations given to us and on the basis of our audit procedures, we report that the company has not entered in any transaction with the companies whose names have been struck off under section 248 of companies Act, 2013.

**10. Registration of charges or satisfaction with Registrar of companies:**

According to the information and explanations given to us and on the basis of our audit procedures, we report that all charges or satisfactions have been registered with Registrar of companies except for the following:

S.No.	Brief description of charge per modification of satisfaction	Location of ROC	Due Date for registration	Date of registration	Delay (No. of Days)
C o n	Nil	N.A.	N.A.	N.A.	N.A.

Note: Calculation for delay in no. of days is based on 30 days' time limit and not on month basis.

**11. Compliance with number of layers of companies:**

The company does not have any subsidiary. Hence provision of section 2(87) read with rule (2) of companies (Restriction on number of Layers) Rules, 2017 are not applicable.

**12. Analytical Ratios:**

We have complied the ratio analysis chart for the previous year ended on 31<sup>st</sup> March, 2022 on the basis of audited financial statements of the year and have also calculated the same ratios on the basis of current audited results.

According to the information and explanations given to us and on the basis of our audit procedures, numerator and denominator of following ratios are based on nature



Ratio	Numerator	Denominator	Current period	Previous period	% Variance	Reason for variance
Current ratio	1,09,34,32,571	85,99,13,786	1.27	1.33	-4	NA
Debt Equity ratio	32,99,77,990	24,98,62,265	1.32	0.96	37	Note -1
Debt Service Coverage ratio	8,14,04,021	2,96,11,218	2.75	4.31	-36	Note -2
Return on Equity ratio	2,03,26,514	24,98,62,265	0.08	0.10	-17	NA
Inventory Turnover ratio	2,55,04,37,409	65,24,70,941	3.91	0.12	3,043	Note -3
Trade receivable Turnover ratio	2,65,58,32,856	1,53,26,969	173.28	231.30	-25	Note -4
Trade Payable Turnover Ratio	2,99,68,29,259	6,47,14,682	46.31	190.12	-76	Note -5
Net Capital Turnover ratio	2,65,58,32,856	57,98,40,255	4.58	3.88	18	NA
Net Profit ratio	2,50,49,843	2,65,58,32,856	0.01	0.01	-	NA
Return on Capital Employed	4,99,37,732.28	57,98,40,255	0.09	0.07	22	NA
Return on Investment	2,03,26,514	24,98,62,265	0.08	0.07	15	NA

Note -1 : Debt equity ratio is increased due to increase in debt as compare to preceding financial year

Note -2 Reduction in debt service coverage ration due to increase in interest cost on account of increase in debt

Note -3 Increased due to increase in stocking as compare to preceding Financial year

Note -4 Improved due to better collection policy

Note -5 : Reduced due to better financial policy of management

**13. Compliance with approved Scheme(s) of Arrangements:**

According to the information and explanations gives to us and on the basis of audit procedures, there is no scheme of any arrangement has been approved by the competent authority which requires compliances under section 230 to 237 of companies Act, 2013.

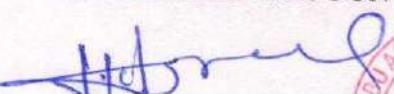
**14. Utilisation of Borrowed funds and share premium:**

According to the information and explanations gives to us and on the basis of audit procedures, we are of the opinion that the company has not made any advance or investment or given any loan to any other entity or person including foreign entities( Called Intermediaries) with an understanding to directly or indirectly lend or invest in other entities or persons identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries ) or provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

**SIGNATURES TO NOTES 1 TO 23**

In terms of our report of even date

**For JAMBU AGRAWAL & ASSOCIATES  
CHARTERED ACCOUNTANTS**

  
**JAMBU KUMAR AGARWAL**  
 PARTNER  
 M No. 108202  
 FRN: 010066C

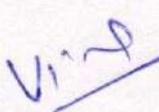


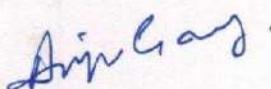
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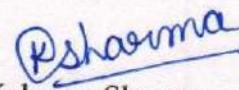
DATE: 02-Sept -2022

PLACE: Kota

For and on behalf of Board of Directors  
**RDG SOLVENT LIMITED**

  
**Vishal Garg**  
 (Director)  
 (DIN : 00840692)

  
**Anju Garg**  
 (Director)  
 (DIN : 02061437)

  
**Kalpana Sharma**  
 Company Secretary  
 M. No. : F8571