



## **JAMBU AGRAWAL & ASSOCIATES**

### **Chartered Accountants**

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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, 2023, 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, 2021, 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 31.03.2023
- (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.

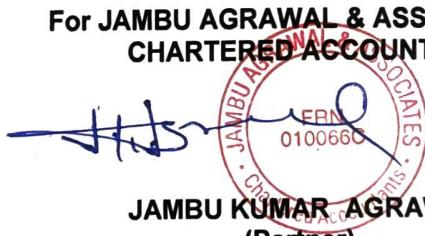
## **(II) Report on the Other Legal and Regulatory Requirements**

(1) As required by the Companies (auditor's Report) Order ,2020 (" 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, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2023 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 KUMAR AGRAWAL

(Partner)

M. No.108202

FRN 010066C

UDIN: 23108202BGVYML5886

Place: Kota  
Date: 05.09.2023

**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, 2023, 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 have sanctioned working capital limit in excess of Rs.5 crore against security of Inventory and other current assets.

However, we are unable to comment on mismatch in quarterly data of stocks and receivables furnished to the bank with the available data in books of accounts for the followings reasons:

- a. Values of closing inventories are recorded on regular business intervals but not specifically on the relevant dates of stock statements. Therefore the values furnished in quarterly statements are subject to final valuation according to AS 2Further as informed by the management, instead of full and complete details of stocks and receivables only limited and possible details, to the extent required to cover drawing limits, are given in such periodical stock statements.
- b. 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 in the nature of loans or guarantee to companies attracting the provisions of sec 185 and 186 of Companies Act, 2013.
- (b) The Company has given Advances for purchase of capital goods to certain suppliers and to others, toward expenses in the general course of business.

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

- (a) In our opinion and according to the information and explanations given to us, the company has not given any advances attracting the provisions of section 185 and 186, so 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 2023 attracting the provisions of section 73 to 76 of the Companies Act 2013.

**(vi) Maintenance of Cost records**

(a) We have been informed by the management that the maintenance of cost records of company has been maintained at company level. Maintenance of cost records has been specified by the central government under section 148(1) of the 2013 Act and the company is required to maintain the cost records as per the provisions specified in Companies (Cost Records and audit Rules) 2014 during the year under consideration.

**(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 2023 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**

As per the provisions contained in section 138 of the Companies Act 2013 read with Rule 13 of the Companies (Accounts ) Rules ,2014 Company is required to have an internal audit system and based on information and explanations provided to us and our audit procedures, in our opinion, the Company have an internal audit system which is commensurate with the size and nature of its business.

**(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.

**(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.24 lakhs in accordance with provisions of section 197 of read with schedule V to the Act.

FOR JAMBU AGRAWAL & ASSOCIATES  
CHARTERED ACCOUNTANTS



DATE: 05.09.2023  
PLACE: KOTA

JAMBU KUMAR AGRAWAL  
(PARTNER)  
M.NO.-108202  
FRN-010066C  
UDIN: 23108202BGVYML5886

## 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 2023 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 2023, 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:- 23108202BGVYML5886**

Date : 05/09/2023

Place : KOTA

**RDG SOLVENT LIMITED**  
 SHOP NO, P-7 BHAMASHAH MANDI KOTA RJ 324005  
 CIN : U15209RJ2019PLC066839  
 BALANCE SHEET AS ON 31-03-2023

( All amounts are in Indian Rupees)

Particulars		Note No.	As at 31-03-2023	As at 31 March, 2022
			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	210,000,000	210,000,000
	(b) Reserves and surplus	2	66,416,645.41	39,862,265
			<b>276,416,645</b>	<b>249,862,265</b>
<b>2</b>	<b>Share application money pending allotment</b>			
<b>3</b>	<b>Non-current liabilities</b>			
	(a) Long-term borrowings	3	297,552,523	305,144,841
	(b) Deferred tax liabilities (net)	4	4,770,528.00	3,127,170
	(c) Other long-term liabilities			
	(d) Long-term provisions			
<b>4</b>	<b>Current liabilities</b>			
	(a) Short-term borrowings	5	533,241,195	741,906,188
	(b) Trade payables	6	150,584,782	111,057,417
	(c) Other current liabilities	7	30,504,322	28,296,980
	(d) Short-term provisions	8	4,152,247	3,513,034
			<b>718,482,545</b>	<b>884,773,619</b>
		<b>TOTAL</b>		
			<b>1,297,222,241</b>	<b>1,442,907,896</b>
<b>B</b>	<b>ASSETS</b>			
<b>1</b>	<b>Non-current assets</b>			
	(a) Property Plant & Equipment & intangible Assets			
	(i) Property Plant & Equipment	9	329,433,487	289,096,589
	(ii) Intangible assets	9	550,472	782,596
	(iii) Capital work-in-progress	9	91,176,739	59,569,455
	(iv) Intangible assets under development			
			<b>421,160,699</b>	<b>349,448,640</b>
	(b) Non-current investments			
	(c) Deferred tax assets (net)			
	(d) Long-term loans and advances			
	(e) Other non-current assets			
			<b>421,160,698.54</b>	<b>349,448,640</b>
<b>2</b>	<b>Current assets</b>			
	(a) Current investments	10	4,644,106	1,478,506
	(b) Inventories	11	768,852,600	942,436,679
	(c) Trade receivables	12	16,931,819	17,521,324
	(d) Cash and cash equivalents	13	13,846,931	43,057,108
	(e) Short-term loans and advances	14	59,535	10,959,287
	(f) Other current assets	15	71,726,553	78,006,351
			<b>876,061,543</b>	<b>1,093,459,255</b>
		<b>TOTAL</b>		
			<b>1,297,222,241</b>	<b>1,442,907,896</b>
<b>Significant accounting policies and Notes to accounts</b>				
The accompanying notes 1 to 24 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:23108202BGVYML5886

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

Place: KOTA  
Date: 05.09.2023

**RDG SOLVENT LIMITED**  
**SHOP NO, P-7 BHAMASHAH MANDI KOTA Kota-324005**  
**CIN : U15209RJ2019PLC066839**

**Statement of Profit and Loss for the period of ended 31-03-2023**

( All amounts are in Indian Rupees in )

	Particulars	Note No.	For the period ended	For the period ended
			31-03-2023	31 March, 2022
			Amount(in Rs.)	Amount(in Rs.)
<b>A</b>	<b>CONTINUING OPERATIONS</b>			
1	Revenue from operations	16	4,318,991,052	2,655,832,856
2	Other income	17	842,824	541,636
3	<b>Total Income (1+2)</b>		<b>4,319,833,876</b>	<b>2,656,374,492.00</b>
4	<b>Expenses</b>			
	Cost of Material Consumed	18	4,003,578,595	2,362,644,298
	Change in Inventory	19	-9,027,880	65,007,272
	Employee Benefit expenses	20	7,518,471	6,935,560
	Financial Expenses	21	74,166,905	31,080,612
	Depreciation And Amortization Exp.	22	23,113,635	27,105,098
	Other Exp.	23	187,522,198	138,551,808
	<b>Total expenses</b>		<b>4,286,871,924</b>	<b>2,631,324,648</b>
5	<b>Profit / (Loss) before exceptional and extraordinary items and tax (3 - 4)</b>		32,961,952	25,049,844
6	<b>Tax</b>			
7	Exceptional Items			
8	<b>Profit before extraordinary Items and tax</b>		32,961,952	25,049,844
9	<b>Extra Ordinary Items</b>			
10	<b>Profit / (Loss) before tax (7 ± 8)</b>		32,961,952	25,049,844
10	<b>Tax expense:</b>			
	(a) Current tax expense for current year		4,764,213	3,513,034
	(b) (Less): MAT credit (where applicable)		-	-
	(c) Current tax expense relating to prior years		-	-
	(d) Net current tax expense		1,643,358	1,210,295
	(e) Deferred tax		6,407,571	4,723,329
11	<b>Profit / (Loss) for the period from continuing operations</b>		26,554,381	20,326,515
12	Profit and loss from discontinuing operations		-	-
13	<b>Tax Expense of discontinuing operations</b>		-	-
14	<b>Profit &amp; Loss from discontinuing operations (after tax) [12-13]</b>		-	-
15	<b>Profit (Loss) for the Period (11+14)</b>		26,554,381	20,326,515
16	<b>Earning Per Equity Share</b>			
	(1) Basic		1.26	0.97
	(2) Diluted			

The accompanying notes 1 to 24 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

  
JAMBU AGRAWAL & ASSOCIATES  
Chartered Accountants  
FRN 010066C

CA Jambu K Agrawal

(PARTNER)

M.NO. 108202

FRN : 010066C

UDIN: 23108202BGVYML5886

Place: KOTA  
Date: 05.09.2023

Kalpana Sharma  
Company Secretary  
M.NO.: F8571

**RDG SOLVENT LIMITED**  
**SHOP NO. P-7 BHAMASHAH MANDI KOTA RAJ 324005**  
**CASH FLOW STATEMENT**

For the period ended on 31st March, 2023

( 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		3,29,61,952
Add - (i) Depreciation & Amortisation Expenses	2,27,51,497	
Less - (ii) Interest received	5,87,124	
Less - (iii) Profit on sale of Fixed Assets	7,27,07,925	
Add - (iv) Interest / Financial Expenses	9,48,72,298	
Cash from Operating Activities before changes in Working Capital		12,78,34,249
Changes in Working Capital		
- Inventories	17,35,84,079	
Debtors	5,89,505	
Loans & Advances	1,08,99,753	
- Other Current Assets	62,79,798	
- Creditors	3,95,27,365	
Other Current Liabilities & Provisions	28,46,554	
	23,37,27,054	
Cash Generated from Operating Activities	36,15,61,303	
Less - Tax paid	47,64,213	
Net Cash from Operating Activities	47,64,213	35,67,97,090
<b>2. Cash Flow From Investing Activities</b>		
Less: Fixed Assets Purchased (incl. CWIP)	-9,44,63,556	
Less: Intangible assets Purchased	-	
Less: Current assets purchased	-	
Add : Fixed Assets Sold (net of Dep. Written back)	-	
Add - Profit On Sale of Fixed Assets	-	
Less:- Investments Done	-31,65,600	
Add - Interest received	5,87,124	
Net Cash Outflow from Investing Activities	-9,70,42,032	-9,70,42,032
<b>3. Cash Flow From Financing Activities</b>		
(i) Decrease in Short term Borrowings	-20,86,64,993	
(ii) Decrease in Long term Borrowings	-75,92,319	
(iii) Increase in Capital Investment Subsidy	-	
(iv) Increase in Share Capital	-	
(v) Interest paid	-7,27,07,925	
Net Cash Inflow from Financing Activities	-28,89,65,237	-28,89,65,237
Net Increase / (Decrease) in Cash & Cash Equivalents		-2,92,10,178
Cash & Cash Equivalents (Opening Balance) 1.4.2022		4,30,57,109
		1,38,46,931
Cash & Cash Equivalents (Closing Balance) 31.3.2023		1,38,46,931

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: 05.09.2023  
UDIN:23108202BGVYML5886

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 PROVISIONAL FINANCIAL STATEMENT FOR THE PERIOD ENDED AS ON 31-03-2023**  
**( All amounts are in Indian Rupees )**

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

<b>PARTICULARS</b>	<b>AS AT 31 MAR , 2023</b>		<b>AS AT 31 MARCH, 2022</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 )	21,000,000	210,000,000.00	21,000,000	210,000,000.00
(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)	21,000,000	210,000,000.00	21,000,000	210,000,000.00
<b>Total</b>	<b>21,000,000</b>	<b>210,000,000.00</b>	<b>21,000,000</b>	<b>210,000,000.00</b>

**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 01.04.2022)	21,000,000	210,000,000.00
No. of Shares issued during the year	-	-
Shares bought back during the year	-	-
<b>No. of Shares Outstanding as on 31-03-2023</b>	<b>21,000,000</b>	<b>210,000,000.00</b>

**NOTE: 1 (III) Detail of Shareholding**

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

<b>Name of Shareholder</b>	<b>AS AT 31 MAR , 2023</b>		<b>AS AT 31 MARCH, 2022</b>	
	<b>No. of Shares held</b>	<b>% of Holding</b>	<b>No. of Shares held</b>	<b>% of Holding</b>
RDG Proteins Ltd	1,250,000	5.95%	1,250,000	7%
Indian Warehousing Corporation Ltd	1,800,000	8.57%	1,800,000	10%
Chandra Prakash Khushiram Kewlani	5,780,000	27.52%	5,780,000	34%
Poonam Mahesh Kewlani	500,000	2.38%	-	-
Lata Suresh Kewlani	200,000	0.95%	-	-
RDG Capital Pvt Ltd	6,369,500	30.33%	6,369,500	37%
Vishal Garg Industries Pvt. Ltd	5,000,000	23.81%	2,000,000	12%
Other	100,500	0.48%	-	-
<b>Total</b>	<b>21,000,000</b>	<b>100%</b>	<b>17,199,500</b>	<b>100%</b>

**NOTE: 1 (IV) Details Of Promoter's Shareholding**

Detail of shares held by Each Promoter holding more than 5% Shares:

<b>Promoter name</b>	<b>Shares held by promoters at the end of the year</b>		<b>% Change during the year</b>
	<b>No. of Shares</b>	<b>%of total shares</b>	
RDG Proteins Ltd	1,250,000	6.19%	0
Indian Warehousing Corporation Ltd	1,800,000	8.91%	0
Chandra Prakash Khushiram Kewlani	5,780,000	28.61%	0
RDG Capital Pvt Ltd	6,369,500	31.53%	0
Vishal Garg Industries Pvt. Ltd	5,000,000	24.75%	0
<b>Total</b>	<b>20,199,500</b>	<b>100%</b>	

**NOTE 2: RESERVE AND SURPLUS**

PARTICULARS	AS AT 31 MAR , 2023	AS AT 31 MAR , 2022
	Amount	Amount
<b>(A) SECURITY PREMIUM ACCOUNT</b>		
Opening Balance	-	-
Add: Premium on shares issued during the year	-	-
Closing balance	-	-
	Total (A)	
<b>(B) SURPLUS</b>		
Opening Balance	39,862,265	19,535,750.55
Add: Profit / Loss for the Current year	26,554,381	20,326,514.33
Add: Transfer From Reserve	-	-
Closing Balance	66,416,645	39,862,264.88
	Total (B)	
	<b>Total (A+B)</b>	<b>39,862,264.88</b>

**NOTE: 3 LONG-TERM BORROWINGS**

PARTICULAR	AS ON 31-03-2023	AS ON 31.03.2022
<b>Secured loan</b>		
HDFC Bank Ltd Term Loan*	115,760,914	135,506,829.76
HDFC Bank Ltd Term Loan** (Power Plant)	44,574,813	49,662,050.30
HDFC Bank GECL Covid Relief Loan	124,700,000	124,700,000
	<b>Total (a)</b>	<b>285,035,727</b>
<b>Unsecured Current Maturities</b>		
HDFC Bank Ltd Term Loan	20,041,334	19,745,916
HDFC Bank Ltd Term Loan(Power Plant)	5,394,751	5,087,233
HDFC Bank GECL Covid Relief Loan	2,947,120	-
	<b>Total (b)</b>	<b>28,383,205</b>
<b>Total Secured Loan (a-b)</b>	<b>(A)</b>	<b>256,652,523</b>
		<b>285,035,727</b>
*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 gurantee and against the secury 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>		
From Corporates	30,900,000	10,109,110.00
From Director	10,000,000	10,000,000.00
<b>Total Unsecured Loan</b>	<b>(B)</b>	<b>40,900,000</b>
		<b>20,109,110.00</b>
	<b>TOTAL (A+B)</b>	<b>297,552,523</b>
		<b>305,144,841</b>

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

PARTICULAR	AS ON 31-03-2023	AS ON 31.03.2022
<b>Loans Repayable on Demand from Banks</b>		
HDFC Bank Ltd Pledge Loan	130,071,752	179,604,900.00
HDFC Bank - Cash Credit Limit	403,169,443	411,409,507.11
HDFC WCDL Loan A/c	-	150,891,781.00
	<b>TOTAL</b>	<b>533,241,195</b>
		<b>741,906,188.11</b>

Terms & Conditions for Short term Borrowing from banks:

\*Secured By way of warehousing receipts of company.

\*\*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.

**NOTE: 6 TRADE PAYABALS**

PARTICULAR	AS ON 31-03-2023	AS ON 31.03.2022
Sundry Creditors For Raw Material	26,248,759	95,894,857
Sundry Creditors (Others)	124,336,023	15,162,560
	<b>TOTAL</b>	<b>150,584,782</b>
		<b>111,057,416.97</b>

**Classification of Trade Receivables**

PARTICULARS	AMOUNT
Total outstanding dues of Micro & Small Enterprises	-
- Disputed Dues	-
- Undisputed Dues	-
Total outstanding dues of others	
- Disputed Dues	-
- Undisputed Dues	150,584,782
<b>Total</b>	<b>150,584,782</b>

**NOTE: 7 OTHER CURRENT LIABILITIES**

PARTICULAR	AS ON 31-03-2023	AS ON 31.03.2022
<b>Current Liabilities &amp; Payables</b>		
Current Maturities Of Long Tem Borrowings	28,383,205	24,833,149
Other Payable	84,797	102,910
Advance From Debtors	-	1,910,395
	<b>28,468,002</b>	<b>26,846,454</b>
<b>Statutory Dues Payble</b>		
Esi Payble	30,201	30,971
pr Payble	68,890	46,742
Payble (RCM)	6,415	26,685
Tds Payable	1,366,547	1,332,780
Tcs Payable	564,266	13,348
	<b>2,036,320</b>	<b>1,450,526</b>
<b>TOTAL</b>	<b>30,504,322</b>	<b>28,296,980.41</b>

**NOTE: 8 SHORT TERM PROVISIONS**

PARTICULAR	AS ON 31-03-2023	AS ON 31.03.2022
Provision For Income Tax	4,152,247	3,513,034
<b>TOTAL</b>	<b>4,152,247</b>	<b>3,513,034</b>

**NOTE : 10 CURRENT INVESTMENT**

PARTICULAR	AS ON 31-03-2023	AS ON 31.03.2022
<b>Deposits</b>		
JL Security Deposit	90,000	90,000
JVVNL Deposit	4,534,106	1,379,506
Security Deposit (Others)	20,000	9,000
<b>TOTAL</b>	<b>4,644,106</b>	<b>1,478,506</b>

**NOTE : 11 INVENTORIES**

PARTICULAR	AS ON 31-03-2023	AS ON 31.03.2022
Raw Material	463,891,574	634,919,212
Finished Goods	278,108,372	272,621,468
Others (Stores and Consumabels)	26,852,654	34,895,998
<b>TOTAL</b>	<b>768,852,600</b>	<b>942,436,679</b>

Inventories have been valued as under :

: At Cost or NRV, whichever is lower

Raw Material

: At Estimated Cost

Stock-in- Progress

: At Cost(Estimated Cost) or NRV, whichever is lower

Finished Goods

Chemicals, Consumables, Packing Mat., Fuel, Stores &amp; Sp : At Cost

**NOTE :12 TRADE RECEIVABLES**

PARTICULAR	AS ON 31-03-2023	AS ON 31.03.2022
Sundry Debtor	16,931,819	17,521,324
<b>TOTAL</b>	<b>16,931,819</b>	<b>17,521,324</b>

**Age wise detail as under**

Particulars	Outstanding for following periods from due date of payment				Total
	0-6 month	6 month - 1 year	1-2 years	More than 2 years	
(i) MSME					16,931,819.00
(ii) Others					
(iii) Disputed dues – MSME	9,705,574.55	6,847,902.45	378,342.00		
(iv) Disputed dues – Others					
<b>Total</b>	<b>9,705,574.55</b>	<b>6,847,902.45</b>	<b>378,342.00</b>		<b>16,931,819.00</b>

**NOTE :13 CASH AND CASH EQUIVALENTS**

PARTICULARS	AS ON 31-03-2023	AS ON 31.03.2022
(I) CASH AND CASH EQUIVALENTS		
a) Cash in hand	5,081,542	2,520,258.45
b) Balance with Banks		
-HDFC Bank-3456789	283,269	32,646,647.91
-FD with HDFC Bank	8,480,202	7,890,202.00
-PNB	1,917	-
<b>TOTAL</b>	<b>13,846,930.86</b>	<b>43,057,108.36</b>

**NOTE :14 SHORT TERM LOANS & ADVANCES**

PARTICULAR	AS ON 31-03-2023	AS ON 31.03.2022
Advances For Goods & Services	59,534.58	10,959,287.31
<b>TOTAL</b>	<b>59,534.58</b>	<b>10,959,287</b>

**NOTE : 15 OTHER CURRENT ASSET**

PARTICULARS	AS ON 31-03-2023	AS ON 31.03.2022
Accrued Interest	396,378	-
Prepaid Expenses	1,605,341	1,326,919
Preliminary Expenses	724,276	1,086,415
GST Receivable	59,035,080	72,910,315
TDS Receivable	3,573,345	1,669,565
TCS Receivable	7,554	313,137
Insurance claim Recivable	5,084,579	-
Advance Income Tax	1,300,000	700,000
<b>TOTAL</b>	<b>71,726,553</b>	<b>78,006,351</b>

**RDG SOLVENT LIMITED**  
**NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE PERIOD ENDED AS ON 31-03-2023**  
( All amounts are in Indian Rupees)

**Note : 16 Revenue From operations**

S. NO.	Particulars	For the period ended on 31-03-2023	For the period ended on 31.03.2022
1	<b>Revenue from Sale of Products</b> - Domestic Sales	4,318,991,051.75	2,655,832,856
2	<b>Revenue from Sale of Services</b>	-	-
	<b>Total</b>	<b>4,318,991,051.75</b>	<b>2,655,832,856</b>

**Note : 17 Other Income**

S. NO.	Particulars	For the period ended on 31-03-2023	For the period ended on 31.03.2022
1	Interest Income	587,124.00	438,640
2	Other Income	255,700.00	102,996
	<b>Total</b>	<b>842,824.00</b>	<b>541,636</b>

**Note : 18 Cost of Material Consumed**

S. NO.	Particulars	For the period ended on 31-03-2023	For the period ended on 31.03.2022
1	Opening Stock	634,919,212	734,251
2	Add: Purchases	3,832,550,957	2,996,829,259
		4,467,470,169	2,997,563,510
3	Less: Closing Stock	463,891,574	634,919,212
	<b>Total</b>	<b>4,003,578,595</b>	<b>2,362,644,298</b>

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

S. NO.	Particulars	For the period ended on 31-03-2023	For the period ended on 31.03.2022
1	<b>Inventories (at Close)</b> Finished Goods / Stock-in-Trade Stock-In-Process	230,752,859 57,939,490	179,587,096 100,077,372
2	<b>Inventories (at Commencement)</b> Finished Goods / Stock-in-Trade Stock-In-Process	288,692,348 179,587,096 100,077,372 279,664,468	279,664,468 341,801,510 2,870,230 344,671,740
	<b>Total (1-2)</b>	<b>-9,027,879.91</b>	<b>65,007,272</b>

**Note : 20 Employee Benefit Expenses**

S. NO.	Particulars	For the period ended on 31-03-2023	For the period ended on 31.03.2022
1	Salaries & Wages	6,926,201	6,364,886
2	Employer's Contribution to PF	302,829	321,750
3	Employer's Contribution to ESI	289,441	248,924
	<b>Total</b>	<b>7,518,471.00</b>	<b>6,935,560</b>

Note : 21 **Financial Expenses**

S. NO.	Particulars	For the period ended on 31-03-2023	For the period ended on 31.03.2022
1	Interest	72,707,925	29,611,218
2	Bank Charges	1,458,980	1,469,395
	<b>Total</b>	<b>74,166,905</b>	<b>31,080,612</b>

Note : 22 **Depreciation and Amortisation Expenses**

S. NO.	Particulars	For the period ended on 31-03-2023	For the period ended on 31.03.2022
1	Depreciation	22,751,497	26,742,959
2	Preliminary Expenses	362,138	362,138
	<b>Total</b>	<b>23,113,635</b>	<b>27,105,098</b>

Note : 23 **Other Expenses**

S. NO.	Particulars	For the period ended on 31-03-2023	For the period ended on 31.03.2022
A	<b>Manufacturing Expenses</b>		
1	Chemicals Consumed	35,145,306	17,654,614
2	Packing Material Consumed	11,965,615	14,324,215
3	Power & Fuel Consumed	64,374,415	39,322,076
4	Wages	23,739,173	16,559,359
5	Factory Expenses	1,297,515	954,228
6	Repairs & Maintenance (Direct)	9,347,283	7,240,387
	<b>Total (A)</b>	<b>145,869,307</b>	<b>96,054,879</b>
B	<b>Administrative Expenses</b>		
1	Auditor's Remuneration	110,000	110,000
2	Insurance	3,112,929	2,305,807
3	Legal & Professional fees	1,175,400	1,225,877
4	Repairs & Maintenance (Indirect)	1,439,570	778,841
5	General Office Expenses	9,932,243	7,570,826
6	Telephone Expenses	199,625	201,252
7	Travelling & Conveyance	93,561	35,617
	<b>Total (B)</b>	<b>16,063,329</b>	<b>12,228,220</b>
C	<b>Selling &amp; Distribution Expenses</b>		
1	Advertisement & Sales Promotion	172,480	195,942
2	Brokerage & Commission on Sales	3,846,484	1,199,439
3	Loading & Freight Outwards	21,570,599	28,873,331
	<b>Total ( C )</b>	<b>25,589,562</b>	<b>30,268,712</b>
	<b>Total (A+B+C)</b>	<b>187,522,198</b>	<b>138,551,811</b>

BDG SOLVENT LIMITED

NOTES FORMING PART OF FINANCIAL STATEMENTS AS ON/ FOR THE PERIOD ENDED ON 31/03/2023

NOTE : 9 PROPERTY PLANT & EQUIPMENT

### Amount in Rs.

S.N o.	Particulars	Gross Block			Depreciations during the year	Value at the end	Depreciations during the year	Value at the end	Depreciations during the year	Value at the end	Impairment	WDV as on 31.03.2023	WDV as on 31.03.2022	Net Block	
		Value at the beginning	Acquisitions during the year	Deacquisitions during the year											
I	<b>Tangible Assets</b>														
	AGRICULTURE LAND TATHED-														
1	217,238,1189/218,1190/21	31,048,385				31,048,385									
2	INDUSTRIAL LAND TATHED- 2 235,236,237,1360/217	70,020,377				70,020,377									
3	BUILDING	6,851,154				6,851,154	712,148	574,287				5,564,719	70,020,377	6,139,006	
4	Industrial Shed	15,170,420				15,170,420	1,766,365	1,249,257				12,154,798		13,404,055	
5	PLANT & MACHINERY	155,662,457				155,662,457	19,195,835	15,260,150				121,206,473		136,466,623	
6	PLANT & MACHINERY (PRE O	10,604,237				10,604,237	1,462,004	1,021,187				8,121,046		9,142,233	
7	PLANT & MACHINERY (OIL WATER)	6,216,819				69,073,090	607,194	1,790,334				2,397,528		5,609,625	
7	BOILER	17,510,792				17,510,792	6,186,855	1,429,551				7,616,406		9,894,386	
8	ETP	4,746,163					4,746,163	639,233	458,264			3,648,667		11,323,937	
9	COMPUTERS	1,473,161					1,473,161	987,418	312,962			1,097,497		4,106,931	
10	Tractor - 1, Johndeer	860,052					860,052	167,044	219,684			1,300,380		172,782	
11	Tractor - 2, Johndeer	757,068					757,068	100,403	203,697			386,728		473,324	
	<b>SUB TOTAL (I)</b>	<b>320,921,086</b>	<b>62,856,271</b>			<b>383,777,357</b>	<b>31,824,498</b>	<b>22,519,373</b>				<b>54,343,871</b>		<b>329,433,487</b>	<b>289,096,589</b>
II	<b>Intangible Assets</b>														
	Software	1,160,620					1,160,620	378,024	232,124.00			610,148		550,472	782,596
	<b>SUB TOTAL (II)</b>	<b>1,160,620</b>					<b>1,160,620</b>	<b>378,024</b>	<b>232,124</b>			<b>610,148</b>		<b>550,472</b>	<b>782,596</b>
III	<b>Capital Work In Progress</b>														
	Power Plant Building WIP	59,569,455	31,553,935	53,350				91,123,389						91,123,389	59,569,455
	<b>SUB TOTAL (III)</b>	<b>59,569,455</b>	<b>31,607,285</b>				<b>91,176,739</b>							<b>91,176,739</b>	<b>59,569,455</b>
	<b>Total (Current Year)</b>	<b>381,651,161</b>	<b>94,463,556</b>			<b>476,114,717</b>	<b>32,202,522</b>	<b>22,751,497</b>				<b>54,954,019</b>		<b>421,160,699</b>	<b>349,448,640</b>

**Property Plant & Equipment Schedule As Per Income Tax Act**

Particulars	W.D.V as on 01.04.2022	F.Y. 2022-23						Rate of Depreciation	WDV as on 31.03.2023
		>180 Days	<180 Days	Additions	>180 Days	<180 Days	Total as on 31.03.2023		
<b>AGRICULTURE LAND TATHED-</b>									
217,238,1189/218,1190/218	31,048,385	-	-	-	-	-	31,048,385	40.0%	31,048,385
BOILER	8,538,431	-	-	-	-	-	8,538,431	40.0%	5,123,059
BUILDING	5,909,601	-	-	-	-	-	5,909,601	10.0%	5,318,641
COMPUTERS	707,117	-	-	-	-	-	707,117	40.0%	424,270
SOFTWARE	802,074	-	-	-	-	-	802,074	25.0%	601,555
ETP	2,313,425	-	-	-	-	-	2,313,425	40.0%	925,370
<b>INDUSTRIAL LAND TATHED-</b>									
235,236,237,1360/217	70,020,377	-	-	-	-	-	70,020,377	0.0%	70,020,377
Industrial Shed	12,970,709	-	-	-	-	-	12,970,709	10.0%	11,673,638
PLANT & MACHINERY	124,292,256	-	-	-	-	-	124,292,256	15.0%	105,648,418
PLANT & MACHINERY (PRE OWN)	8,337,581	-	-	-	-	-	8,337,581	15.0%	1,250,637
PLANT & MACHINERY (OIL MILL)	5,284,296	-	-	-	-	-	68,140,567	15.0%	5,506,865
Tractor - 1, Johndeer	731,044	-	-	-	-	-	731,044	15.0%	621,387
Tractor - 2, Johndeer	700,288	-	-	-	-	-	700,288	15.0%	595,245
<b>Total</b>	<b>271,655,586</b>	-	-	<b>62856271.00</b>	<b>0.00</b>	<b>0.00</b>	<b>334,511,857</b>		<b>32,328,179</b>
									<b>302,183,678</b>

**RDG SOLVENT LIMITED****NOTE: 4 CALCULATION OF DEFERRED TAX LIABILITY**

**In Compliance to Accounting Standard 22, the following accounting policy is to be adopted in preparation of Financial Statements for the FY 2022-23**

"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 31.03.2023	WDV as on 31.03.2022
1. As per Companies Act, 2013	329,983,959	289,879,185
2. As per Income Tax Act, 1961	302,183,678	271,655,586
3. Net W.D.V. (1-2)	27,800,282	18,223,600
4. Deferred Tax Liability @ 15%	4,170,042	2,733,540
6. Surcharge	417,004	273,354
7. Total (Including Surcharge) (4+6)	4,587,046	3,006,894
8. Education Cess @ 10%	183,482	120,276
9. Total Deferred Tax Liability (7+8)	4,770,528	3,127,170
10. Liability provided in Books	3,127,170	1,916,875
Liability to be provided during the year	1,643,358	1,210,295

## **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 2023 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 recognised 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. Unsecured Loans:**

Unsecured loans include Rs.409 Lakhs (inclusive 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.

**5. Provisions:**

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

**6. 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.

**7. 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. 2022-23 as here under:

Particulars	Assets/(Liability) as at 01.04.2022	Charges/(Credit) for the year	As at 31.03.2023
Timing differences on account of:			
Deferred Tax Liability:	31,27,120.00	16,43,358.00	47,70,528.00
Deferred Tax Assets:	0.00	0.00	
<b>Deferred Tax Assets (Net)</b>	<b>(31,27,120.00)</b>	<b>(16,43,358.00)</b>	<b>(47,70,528.00)</b>

**8. Director's Remuneration :**

Sl. no.	Particulars	Current Year	Previous Year
1.	Director's Remuneration	24,00,000.00	14,00,000.00

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

(Value in Rs.)

Particulars	For the F.Y. 2022-23	For the F.Y. 2021-22
Statutory Audit Fees	110000	100000
<b>Total</b>	<b>110000</b>	<b>100000</b>

10. **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 31.03.2023.**

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	1. Priyesh Impex Private Limited 2. Prisha garg Overseas Pvt. Ltd. 3. RDG Proteins Ltd 4. Rukmani Devi Garg Agro Impex Pvt. Ltd. 5. Shree Harivishal Industries LLP 6. Gold Shine Comtrade Pvt. Ltd. 7. Rukmani Devi Garg Agro Ampex Pvt. Ltd. 8. Vishal Innovative Infra Property Pvt Ltd 9. RDG Capital Private Limited. 10. RDG Foods Private Limited 11. RDG Agri Export Private Limited 12. RDG Overseas Private Limited 13. Indian Warehousing Corporation Ltd 14. Shrinathji Assignment Pvt. Ltd 15. Vishalgarg Industries Pvt. Ltd 16. Prisha Enterprises Pvt. Ltd.

**Particular of Related party Transactions:**

Particular	Volume of Transaction During The year	Balance 31 <sup>st</sup> March, 2023
<b>Acceptence of Loan</b>		
RDG CAPITAL PRIVATE LIMITED	1,50,00,000.00	2,50,00,000.00
Vishal Garg Industries Private Limited	59,00,000.00	59,00,000.00
<b>Repayment of Loan</b>		
RDG CAPITAL PRIVATE LIMITED	1,09,110.00	2,50,00,000.00

<b>Remuneration paid</b>		
VISHAL GARG	12,00,000.00	0.00
ANJU GARG	12,00,000.00	0.00
<b>Sales Transaction</b>		
Rukmani Devi Garg Agro Impex PVT. LTD.	2,57,500.00	0.00
<b>Rent Payment</b>		
Indian Warehousing Corporation Pvt. Ltd.	16,45,487.00	7,70,00,000.00
<b>Service Expenses</b>		
Shrinathji Assignments Pvt Ltd.	1,36,27,684.00	19,07,887.00

**11. 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:

<b>S. No.</b>	<b>Particulars</b>	<b>As at 31.03.2023</b>	<b>As at 31.03.2022</b>
A	Net Profit after Tax (Rs. In Lakhs)	2,65,54,381.00	2,03,26,514.00
B	Weighted Average number of equity shares for Basic EPS	2,10,00,000	2,10,00,000
C	<b>Basic earnings per Share (In Rs.) (A/B)</b>	<b>1.26</b>	<b>0.97</b>
D	Face Value of share (In Rs)	10.00	10.00

**12. 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.

13. 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.
14. The company has not impaired any assets during the year .
15. The company has not traded or invested in crypto currency or virtual currency during the financial year.
16. Figures of the previous year has been regrouped/ reclassified wherever applicable.
17. 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. Hence requirement for ageing schedule and completion schedule is not applicable.
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.

However, we are unable to comment on mismatch in quarterly data of stocks and receivables furnished to the bank with the available data in books of accounts for the followings reasons:

Values of closing inventories are recorded on regular business intervals but not specifically on the relevant dates of stock statements. Therefore the values furnished in quarterly statements are subject to final valuation according to AS 2. Further as informed by the management, instead of full and complete details of stocks and receivables only limited and possible details, to the extent required to cover drawing limits, are given in such periodical stock statements. In view of above, material difference, if any, could not be ascertained.

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		

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, 2023 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 of company operations and the applicable regulatory requirements that a company needs to comply with. We furnish below the details of required ratio as under:

Ratio	Numerator	Denominator	Current period	Previous period
Current ratio	876,061,543	718,482,545	1.22	1.27
Debt Equity ratio	297,552,523	276,416,645	1.08	1.32
Debt Service Coverage ratio	128,189,249	72,707,925	1.76	2.75
Return on Equity ratio	26,554,381	276,416,645	0.10	0.08
Inventory Turnover ratio	4,158,491,693	855,644,639	4.86	3.91
Trade receivable Turnover ratio	4,318,991,052	17,226,571	250.72	173.28
Trade Payable Turnover Ratio	3,832,550,957	130,821,099	29.30	46.31
Net Capital Turnover ratio	4,318,991,052	573,969,168	7.52	4.58
Net Profit ratio	32,961,952	4,318,991,052	0.01	0.01
Return on Capital Employed	99,262,305.22	573,969,168	0.17	0.09
Return on Investment	26,554,381	276,416,645	0.10	0.08

**13. Compliance with approved Scheme(s) of Arrangements:**  
According to the information and explanations given 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 given 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 24**

In terms of our report of even date  
**For JAMBU AGRAWAL & ASSOCIATES**  
**CHARTERED ACCOUNTANTS**



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

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



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

DATE: 05.09.2023  
PLACE: Kota  
UDIN: 23108202BGVYML5886

Kalpana Sharma  
Company Secretary  
M. No. : F8571