



**Independent Auditor's Report  
To the Members of Innogrow Technologies Limited**

**Report on the Audit of the Ind AS Financial Statements**

**Opinion**

We have audited the accompanying Ind AS financial statements of Innogrow Technologies Limited ("the Company"), which comprise the Balance sheet as at March 31 2020, the Statement of Profit and Loss, including the statement of Other Comprehensive Income, the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and notes to the Ind AS financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS financial statements give the information required by the Companies Act, 2013, as amended ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2020, its loss including other comprehensive loss, its cash flows and the changes in equity for the year ended on that date.

**Basis for Opinion**

We conducted our audit of the Ind AS financial statements in accordance with the Standards on Auditing (SAs), as specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the 'Auditor's Responsibilities for the Audit of the Ind AS 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 together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Ind AS financial statements.

**Information Other than the Ind AS Financial Statements and Auditor's Report thereon**

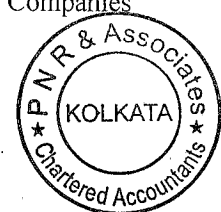
The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the "Annual Report", but does not include the Ind AS financial statements and our auditor's report thereon.

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

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

**Responsibilities of Management and Those charged with governance for the Ind AS 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 Ind AS financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act read with the Companies



(Indian Accounting Standards) Rules, 2015, as amended. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

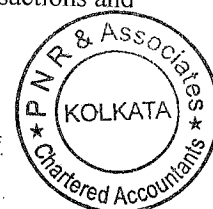
Those charged with governance are also responsible for overseeing the Company's financial reporting process.

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

Our objectives are to obtain reasonable assurance about whether the Ind AS 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 Ind AS financial statements.

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

- Identify and assess the risks of material misstatement of the Ind AS financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- 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.
- Evaluate the overall presentation, structure and content of the Ind AS financial statements, including the disclosures, and whether the Ind AS financial statements represent the underlying transactions and events in a manner that achieves fair presentation.



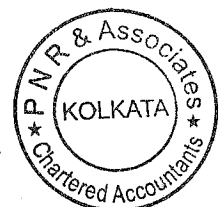
Materiality is the magnitude of misstatement in the financial statement that, individually or aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statement may be influenced. We consider quantitative materiality and qualitative factors in (i) planning 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.

### **Report on 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 Act, we give in the Annexure A, a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by section 143 (3) of the Act, we report that:
  - (a) we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
  - (b) in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
  - (c) the Balance Sheet, the Statement of Profit and Loss including the Statement of Other Comprehensive Income, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account;
  - (d) In our opinion, the aforesaid Ind AS financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended;
  - (e) on the basis of written representations received from the directors as on 31 March 2020, and taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2020, from being appointed as a director in terms of section 164 (2) of the Act;
  - (f) with respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in Annexure B; and
  - (g) with respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
    - (i) The Company does not have any pending litigations which would impact its financial position.
    - (ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.



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

for **PNR & Associates**

*Chartered Accountants*

Firm Registration Number: 329373E

*Rasik Singhania*

**Rasik Singhania**

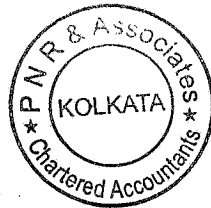
*Partner*

Membership Number: 064390

Kolkata

27 June 2020

UDIN: 20064390AAAABG6935



## **Annexure – A to the Independent Auditors’ Report**

The Annexure referred to in our Independent Auditors’ Report to the members of the Company on the financial statements for the year ended 31 March 2020, we report that:

- (i) (a) The company has maintained proper records showing full particulars, including quantitative details and situation of Fixed Assets.
- (b) Fixed assets have been physically verified by the management during the year and no material discrepancies were identified on such verification.
- (c) Based on our audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to information and explanations given by the management the title deeds of immovable properties are held in the name of the company except for 5 immovable properties having a gross block of Rs. 20,920,012 and net block of Rs. 1,76,44,783 for which the title deeds are pending for registration as at March 31, 2020 for more than two year.
- (ii) The business carried out by the Company during the year did not require it to maintain inventory and accordingly the requirements of paragraph 3 (ii) of the Companies (Auditor’s report) Order, 2016 (“the Order”) are not applicable to the Company and hence not commented upon.
- (iii) According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Accordingly, the provisions of paragraph 3 (iii) (a) and (b) of the Order are not applicable to the Company and hence not commented upon.
- (iv) In our opinion and according to the information and explanations given to us, provisions of section 185 and 186 of the Companies Act 2013 in respect of loans to directors including entities in which they are interested and in respect of loans and advances given, investments made and, guarantees, and securities given have been complied with by the company.
- (v) The Company has not accepted any deposits from the public.
- (vi) To the best of our knowledge and as explained, the Central Government has not prescribed maintenance of cost records under section 148 (1) of the Companies Act, 2013, for the products of the Company.
- (vii) (a) The Company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, employees’ state insurance, income-tax, sales-tax, wealth-tax, service tax, customs duty, excise duty, cess and other material statutory dues applicable to it.  

According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, employees’ state insurance, income-tax, sales-tax, wealth-tax, service tax, customs duty, excise duty, cess and other undisputed statutory dues were in arrears as at 31 March 2020 for a period of more than six months from the date they became payable.
- (b) According to the information and explanation given to us, there are no dues of income tax, sales-tax, wealth tax, goods & service tax, customs duty, excise duty and cess which have not been deposited on account of any dispute.
- (viii) Apart from unsecured loans from debenture holders which are fully convertible, the Company does not have any loans or borrowings from any financial institutions, banks, government during the year. The Company has not defaulted in the repayment of any dues.



- (ix) The Company did not raise any money by the way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3 (ix) of the Order is not applicable.
- (x) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to the information and explanations given by the management, we report that no fraud by the company or no fraud /material fraud on the company by the officers and employees of the Company has been noticed or reported during the year.
- (xi) The Company has not paid any managerial remuneration during the year. Accordingly paragraph 3(xi) of the Order is not applicable.
- (xii) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- (xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with the sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- (xiv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- (xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with the directors or persons connection with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

for **PNR & Associates**

*Chartered Accountants*

Firm Registration Number: 329373E

*Rasik Singhania*

**Rasik Singhania**

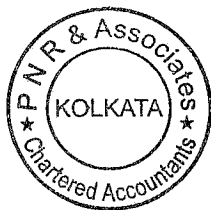
*Partner*

Membership Number: 064390

Kolkata

27 June 2020

UDIN: 20064390AAAAB96935



## **Annexure – B to the Independent 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 Innogrow Technologies Limited (“the Company”) as of 31 March 2020 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 on 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**

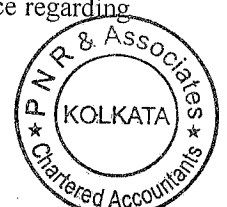
Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the “Guidance Note”) and the Standards on 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 authorisations of management and directors of the company; and (3) provide reasonable assurance regarding



prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

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

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

### **Opinion**

In our opinion, 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 2020, 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.

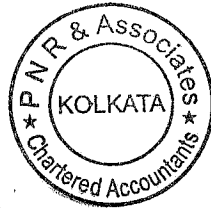
for **P N R & Associates**  
*Chartered Accountants*  
Firm Registration Number: 329373E

*Rasik Singhania*

**Rasik Singhania**  
*Partner*  
Membership Number: 064390

Kolkata  
27 June 2020

UDIN: 20064390AAAAB46935



**INNOGROW TECHNOLOGIES LIMITED**  
**CIN- U72200WB2002PLC094642**  
**Innovation Tower, Premises No. 16-315, Plot No. DH 6/32**  
**Action Area - 1D, New Town, Rajarhat, Kolkata - 700 156**

Balance Sheet as at March 31, 2020

Rs. In Lacs

Particulars	Note No.	As at March 31, 2020	As at March 31, 2019	As at April 1, 2018
<b>ASSETS</b>				
<b>Non-current assets</b>				
(a) Property, plant and equipment	3.1	36.40	47.29	53.21
(b) Intangible Assets	3.2	0.45	-	-
(c) Investment Property	4	1,125.09	1,234.62	1,374.10
<b>(d) Financial assets</b>				
(i) Investment	5	1,779.62	2,225.30	1,770.71
(ii) Other Financial Assets	6	28.17	27.07	7.58
(e) Other assets	7	106.63	106.63	100.00
		<b>3,076.36</b>	<b>3,640.91</b>	<b>3,305.60</b>
<b>Current assets</b>				
<b>(a) Financial assets</b>				
(i) Cash and cash equivalents	8	141.75	5.90	359.05
(ii) Bank Balances other than cash and cash equivalents	9	21.00	21.00	21.00
(iii) Investments	11	494.21	106.39	-
(iv) Other Financial Assets	6	67.82	1.06	0.14
(b) Other assets	7	36.76	55.60	60.75
(c) Tax Assets	10	29.82	49.02	55.19
		<b>791.36</b>	<b>238.97</b>	<b>496.13</b>
<b>TOTAL ASSETS</b>		<b>3,867.72</b>	<b>3,879.88</b>	<b>3,801.73</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
(a) Equity Share capital	12	33.10	33.10	33.10
(b) Other Equity	13	3,823.30	3,833.43	3,759.15
<b>Total equity</b>		<b>3,856.40</b>	<b>3,866.53</b>	<b>3,792.25</b>
<b>LIABILITIES</b>				
<b>Current liabilities</b>				
<b>(a) Financial liabilities</b>				
<b>(i) Trade Payables</b>				
(a) Total Outstanding dues to Micro enterprises and small enterprises	14	1.45	-	-
(b) Total Outstanding dues to creditors other than Micro enterprises and small enterprises		5.64	8.58	4.16
<b>(ii) Other current financial liabilities</b>				
(ii) Other current financial liabilities	15	3.89	3.87	2.39
(b) Other current liabilities	16	0.34	0.90	2.93
		<b>11.32</b>	<b>13.35</b>	<b>9.48</b>
<b>Total liabilities</b>		<b>11.32</b>	<b>13.35</b>	<b>9.48</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>3,867.72</b>	<b>3,879.88</b>	<b>3,801.73</b>

**Summary of Significant Accounting Policies**

2.2

The accompanying notes are an integral part of the financial statements

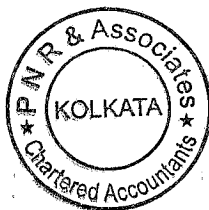
As per our report of even date

**For P N R & Associates**  
**Chartered Accountants**  
**Firm Registration No.: 329373E**

**For and on behalf of the Board of Directors**

*Ravik Singhania*

Ravik Singhania  
 Partner  
 Membership No.: 064390



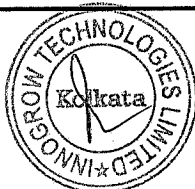
*B. L. Mittal*

Banwari Lal Mittal  
 Director  
 DIN : 00365809

*R K Sharma*

Ravi Kant Sharma  
 Director  
 DIN : 00364066

Place : Kolkata  
 Date: 27th June, 2020



**Statement of Profit and Loss for the year ended March 31, 2020**

Rs. In Lacs

Particulars	Notes	2019-20 Rs. in Lacs	2018-19 Rs. in Lacs
<b>I. Income</b>			
(a) Revenue from Operations		-	-
(b) Share of profit from LLPs		-	144.62
(c) Other Income		-	156.58
<b>Total Income</b>	17	<b>187.54</b>	<b>301.20</b>
<b>II. Expenses</b>			
(a) Employee Benefits Expense	18	6.37	31.30
(b) Depreciation and amortisation expense	19	88.95	131.52
(c) Share of Loss from LLPs (Refer Note 24 (iii))		14.47	-
(d) Other Expenses	20	87.98	59.58
<b>Total Expenses</b>		<b>197.77</b>	<b>222.40</b>
<b>III. Profit/(Loss) for the year ( I-II )</b>		<b>(10.23)</b>	<b>78.80</b>
<b>IV. Tax Expense :</b>			
(a) Current Tax		-	-
(b) Deferred Tax		-	-
(c) Income Tax of earlier years		-	0.56
<b>V. Profit/(Loss) for the year (III-IV)</b>		<b>(10.23)</b>	<b>78.24</b>
<b>VI. Other Comprehensive Income (OCI)</b>			
Other comprehensive income not to be reclassified to profit or loss in subsequent periods:			
Re-Measurement gains on defined benefit plans		0.10	(3.96)
Tax impact		-	-
<b>Other Comprehensive Income for the year</b>		<b>0.10</b>	<b>(3.96)</b>
<b>VII. Total Comprehensive Income for the year (V+VI)</b>		<b>(10.13)</b>	<b>74.28</b>
<b>Earnings per equity share</b>			
Basic (Rs.)	21	<b>(3.09)</b>	23.64
Diluted (Rs.)		<b>(3.09)</b>	15.03

**Summary of Significant Accounting Policies**

2.2

The accompanying notes are an integral part of the financial statements

As per our report of even date

For P N R & Associates  
 Chartered Accountants  
 Firm Registration No: 329373E

*Rasik Singhania*

Rasik Singhania  
 Partner  
 Membership No.: 064390

Place : Kolkata  
 Date: 27th June, 2020



For and on behalf of the Board of Directors

*B. C. Mittal*      *R. K. Sharma*

Banwari Lal Mittal  
 Director  
 DIN : 00365809

Ravi Kant Sharma  
 Director  
 DIN : 00364066



**INNOGROW TECHNOLOGIES LIMITED**

CIN- U72200WB2002PLC094642

Innovation Tower, Premises No. 16-315, Plot No. DH 6/32

Action Area - 1D, New Town, Rajarhat, Kolkata - 700 156

Statement of Changes in Equity for the year ended March 31, 2020

**A) Equity Share Capital (Refer Note 12)**

	Subscribed and fully paid-up		Total Equity share capital
	No. of Shares	Rs. in Lacs	Rs. in Lacs
As at April 1, 2018	3,31,018	3.31	33.10
Additions/ (deletions) during the year	-	-	-
As at March 31, 2019	3,31,018	3.31	33.10
Additions/ (deletions) during the year	-	-	-
As at March 31, 2020	3,31,018	32.10	33.10

**B) Other Equity (Refer Note 13)**

	Rs. in Lacs				Total
	Capital Redemption Reserve	Securities Premium	Retained earnings (including Other Comprehensive Income)	Equity Component of Financial Instrument	
Balance as at April 1, 2018	2.00	3,978.65	(1,421.49)	1,199.99	3,759.15
Profit for the year	-	-	78.24	-	78.24
Other comprehensive income for the year	-	-	(3.96)	-	(3.96)
Balance as at March 31, 2019	2.00	3,978.65	(1,347.21)	1,199.99	3,833.43
Addition/ (deletion) during the year	-	-	-	-	-
Profit for the year	-	-	(10.23)	-	(10.23)
Other comprehensive (loss) for the year	-	-	0.10	-	0.10
Balance as at March 31, 2020	2.00	3,978.65	(1,357.34)	1,199.99	3,823.30

Summary of significant accounting policies

2.2

The accompanying notes are an integral part of the financial statements

For P N R & Associates  
Chartered Accountants  
Firm Registration No: 329373E

For and on behalf of the Board of Directors

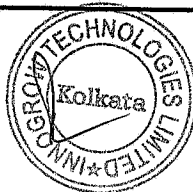
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DIN : 00364066

Place : Kolkata  
Date: 27th June, 2020



**INNOGROW TECHNOLOGIES LIMITED**  
**CIN- U72200WB2002PLC094642**  
**Innovation Tower, Premises No. 16-315, Plot No. DH 6/32**  
**Action Area - 1D, New Town, Rajarhat, Kolkata - 700 156**

**Statement of Cash Flows for the year ended March 31, 2020**

	Rs. in lacs	
Particulars	2019-20	2018-19
<b>A. Cash Flow from Operating Activities</b>		
Profit / (Loss) before tax	(10.23)	78.80
Adjustments for :		
Interest on Fixed Deposits and Others	(12.49)	(2.92)
(Profit) / Loss on sale of Current Investments	19.35	(10.27)
(Profit) / Loss on Sale of Non- Current Investments	15.42	6.14
Fair Value (gain) on Current Investments	(6.77)	(1.61)
Fair Value (gain) on Non- Current Investments	-	(0.40)
Dividend Received	(2.12)	(0.46)
Liabilities no longer required written back	(0.44)	(0.15)
Sundry advances written off (net)	1.74	0.30
(Profit) / Loss on sale / discard of Property, Plant & Equipment (net)	6.33	(0.19)
Government Grant [Refer Note 31]	-	(7.77)
Gratuity Expenses	(0.74)	(0.76)
Share of (Profit) / Loss from Limited Liability Partnership	14.47	(144.62)
Depreciation and amortization expense	88.95	131.52
<b>Operating Profit / (loss) before working capital changes</b>	<b>113.47</b>	<b>47.61</b>
(Increase) / Decrease in Non Current Financial Assets	(0.00)	(20.99)
(Increase) / Decrease in Current Financial Assets	(64.49)	(1.06)
(Increase) / Decrease in Current Non- Financial Assets	18.30	1.65
Increase/ (Decrease) in Trade Payables	(1.05)	4.57
Increase / (Decrease) in Current Financial liabilities	0.28	1.12
Increase / (Decrease) in Current Non- Financial liabilities	(0.56)	(2.03)
<b>Cash generated from / (used) in operations</b>	<b>65.95</b>	<b>30.87</b>
Direct tax paid (Net of refunds)	22.56	6.96
<b>Net cash generated from / (used in) operating activities</b>	<b>88.51</b>	<b>37.83</b>
<b>B. Cash Flow from Investing Activities</b>		
Purchase of fixed assets (including capital work in progress and capital advances)	(0.52)	(6.63)
Sale Proceeds from Fixed Asset	-	0.21
Investment in Investment Property	(3.01)	(0.25)
Investment in Limited Liability Partnership	(10.05)	(24.16)
Redemption from Investment in Limited Liability Partnership	248.71	250.24
Purchase of Current Investments	(1,952.51)	(592.50)
Proceeds from sale of Current Investments	1,552.11	498.00
Purchase of Non- Current Investments	(75.71)	(826.89)
Proceeds from sale of Non- Current Investments	252.57	284.70
Dividend Received	2.12	1.21
Proceeds from Government Grant [Refer Note 31]	28.22	21.88
Interest on Fixed Deposits and others	5.41	3.21
<b>Net cash generated from / (used in) investing activities</b>	<b>47.34</b>	<b>(390.98)</b>
<b>C. Cash Flows from Financing Activities</b>		
<b>Net cash generated from financing activities</b>	<b>-</b>	<b>-</b>
<b>D. Net change in cash and cash equivalents (A+B+C)</b>	<b>135.85</b>	<b>(353.15)</b>
<b>E. Cash and Cash Equivalents - Opening Balance</b>	<b>5.90</b>	<b>359.05</b>
<b>F. Cash and Cash Equivalents - Closing Balance</b>	<b>141.75</b>	<b>5.90</b>

**Explanation:**

1. The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in Ind AS - 7 "Statement of Cash Flows"

2. Cash & Cash Equivalents are represented by:

	2019-20	2018-19
Cash on Hand		
Balances with Banks:	0.09	0.02
On Current Accounts	16.66	5.88
Bank Deposits with original maturity of less than 3 months	125.00	-
<b>Total</b>	<b>141.75</b>	<b>5.90</b>

This is the Cash flow statement referred to in our report of even date.

As per our report of even date

For P N R & Associates

Chartered Accountants

Firm Registration No: 329373E

*Rasik Singhania*

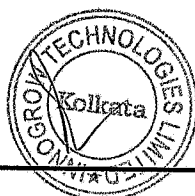
Rasik Singhania

Partner

Membership No.: 064390

Place : Kolkata

Date: 27th June, 2020



For and on behalf of the Board of Directors

*B L Mittal*

Banwari Lal Mittal

Director

DIN : 00365809

*R K Sharma*

Ravi Kant Sharma

Director

DIN : 00364066

## **1. Corporate Information**

Innogrow Technologies Limited ("Company" or "ITL") is a public company domiciled in India. The registered office of the company is located at Innovation Tower, Premises No. 16-315, Plot No. DH 6/32, Action Area - 1D, New Town, Rajarhat, Kolkata - 700 156.

### **2.1 Basis of preparation**

The financial statements of the Company has been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time) and presentation requirements of Division II of Schedule III to the Companies Act, 2013, (Ind AS compliant Schedule III).

The financial statements have been prepared on a historical cost basis.

The financial statements are presented in INR and all values are rounded to the nearest lacs (INR 00,000), except when otherwise indicated.

The financial statements for the year ended March 31, 2020, are the first IND AS financial statements. The transition to Ind AS was carried out in accordance with Ind AS 101 First-Time adoption of Indian Accounting Standards with the date of transition as April 01, 2018. Refer Note 32 for description of the effect of transition and reconciliations required as per Ind AS 101.

### **2.2 Summary of significant accounting policies**

#### **a. Current versus non-current classification**

The Company presents assets and liabilities in the balance sheet based on current/ non-current classification. An asset is treated as current when it is:

- Expected to be realised or intended to be sold or consumed in normal operating cycle
- Held primarily for the purpose of trading
- Expected to be realised within twelve months after the reporting period, or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period

All other assets are classified as non-current.

A liability is current when:

- It is expected to be settled in normal operating cycle
- It is held primarily for the purpose of trading
- It is due to be settled within twelve months after the reporting period, or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period

The terms of the liability that could, at the option of the counterparty, result in its settlement by the issue of equity instruments do not affect its classification.

The Company classifies all other liabilities as non-current.

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

The operating cycle is the time between the acquisition of assets for processing and their realisation in cash and cash equivalents. The Company has identified twelve months as its operating cycle.



**b. Fair value measurement**

The Company measures financial instruments, such as, derivatives at fair value at each balance sheet date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability

The principal or the most advantageous market must be accessible by the Company.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their best economic interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its best possible manner or by selling it to another market participant that would use the asset in its best possible manner.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

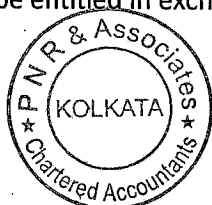
- Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of their nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

**c. Revenue from contract with customer**

Revenue from contracts with customers is recognised when control of the goods or services are transferred to the customer at an amount that reflects the consideration to which the Company expects to be entitled in exchange for those goods or services.



*Sale of goods*

Revenue from sale of goods is recognised at the point in time when control of the goods is transferred to the customer, generally on delivery of the goods.

*Sale of Services*

Professional fees are recognized as and when the services are rendered to the customers and when there is reasonable certainty of its ultimate realization / collection

*Contract balances*

Trade receivables

A receivable is recognised if an amount of consideration that is unconditional (i.e., only the passage of time is required before payment of the consideration is due). Refer to accounting policies of financial assets in section (p) Financial instruments – initial recognition and subsequent measurement.

Contract liabilities

A contract liability is recognised if a payment is received or a payment is due (whichever is earlier) from a customer before the Group transfers the related goods or services. Contract liabilities are recognised as revenue when the Group performs under the contract (i.e., transfers control of the related goods or services to the customer).

**d. Government grants**

Government grants are recognised where there is reasonable assurance that the grant will be received, and all the conditions attached to the same will be complied with. When the grant relates to an expense item, it is recognised as income on a systematic basis over the periods that the related costs, for which it is intended to compensate, are expensed. When the grant relates to an asset, it is recognised as income in equal amounts over the expected useful life of the related asset.

When the Company receives grants of non-monetary assets, the asset and the grant are recorded at fair value amounts and released to profit or loss over the expected useful life in a pattern of consumption of the benefit of the underlying asset i.e. by equal annual instalments.

When loans or similar assistance are provided by governments or related institutions, with an interest rate below the current applicable market rate, the effect of this favourable interest is regarded as a government grant. The loan or assistance is initially recognised and measured at fair value and the government grant is measured as the difference between the initial carrying value of the loan and the proceeds received. The loan is subsequently measured as per the accounting policy applicable to financial liabilities.

**e. Taxes**

*Current income tax*

Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date in the countries where the Company operates and generates taxable income.

Current income tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Current tax items are recognised in



correlation to the underlying transaction either in OCI or directly in equity. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

*Deferred tax*

Deferred tax is provided using the liability method on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

Deferred tax liabilities are recognised for all taxable temporary differences, except:

- When the deferred tax liability arises from the initial recognition of goodwill or an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss.
- In respect of taxable temporary differences associated with investments in subsidiaries, associates and interests in joint ventures, when the timing of the reversal of the temporary differences can be controlled and it is probable that the temporary differences will not be reversed in the foreseeable future.

Deferred tax assets are recognised for all deductible temporary differences, the carry forward of unused tax credits and any unused tax losses.

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

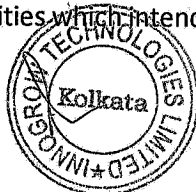
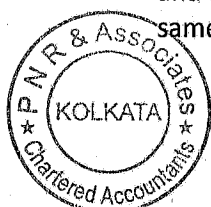
- When the deferred tax asset relating to the deductible temporary difference arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss.
- In respect of deductible temporary differences associated with investments in subsidiaries, associates and interests in joint ventures, deferred tax assets are recognised only to the extent that it is probable that the temporary differences will be reversed in the foreseeable future and taxable profit will be available against which the temporary differences can be utilised.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Unrecognised deferred tax assets are re-assessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised, or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

Deferred tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Deferred tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity.

The Company offsets deferred tax assets and deferred tax liabilities if and only if it has a legally enforceable right to set off current tax assets and current tax liabilities and the deferred tax assets and deferred tax liabilities relates to income taxes levied by the same taxation authority on either the same taxable entity or different taxable entities which intend either to settle current tax liabilities and



assets on a net basis, or to realise the assets and settle the liabilities simultaneously, in each future period in which significant amounts of deferred tax liabilities or assets are expected to be settled or recovered.

*Sales/ value added taxes paid on acquisition of assets or on incurring expenses*

Expenses and assets are recognised net of the amount of sales/ value added taxes paid, except:

- When the tax incurred on a purchase of assets or services is not recoverable from the taxation authority, in that case, the tax paid is recognised as part of the cost of acquisition of the asset or as part of the expense item, as applicable
- When receivables and payables are stated with the amount of tax included

The net amount of tax recoverable from, or payable to, the taxation authority is included as part of receivables or payables in the balance sheet.

**f. Operating Cycle**

All assets and liabilities have been classified as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013 and Ind AS 1 – Presentation of Financial Statements based on the nature of products and the time between the acquisition of assets for processing and their realisation in cash and cash equivalents.

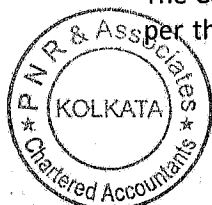
**g. Property, plant and equipment**

Capital work in progress is stated at cost, net of accumulated impairment loss, if any. Plant and equipment are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. Such cost includes the cost of replacing part of the plant and equipment and borrowing costs for long-term construction projects if the recognition criteria are met. When significant parts of plant and equipment are required to be replaced at intervals, the Company depreciates them separately based on their specific useful lives. Likewise, when a major inspection is performed, its cost is recognised in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognised in the **Statement of Profit & loss** as and when incurred. The present value of the expected cost for the decommissioning of an asset after its use is included in the cost of the respective asset if the recognition criteria for creating a provision are met.

Depreciation is calculated on a Written down Value (WDV) basis over the estimated useful lives of the assets as follows:

Type of Asset	Useful Life estimated by the management
Building	60 Years
Plant & Equipment	5-15 years
Computers	3 years
Furniture & Fixtures	10 years
Office equipments	5 years
Electrical Equipments	10 years
Motor Vehicles	8 years

The Company depreciates its Property, plant and equipment over estimated useful lives which are as per the useful life prescribed in Schedule II to the Companies Act, 2013 except Plant & Equipment



which is lower than those indicated in Schedule II i.e. 5-15 years. The management believes that these useful lives are realistic and reflect fair approximation of the period over which the assets are likely to be used.

An item of property, plant and equipment and any significant part initially recognised is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on de-recognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the statement of profit and loss when the asset is derecognised.

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at the end of each financial year and adjusted prospectively, if appropriate.

#### **h. Intangible assets**

Intangible assets acquired separately are measured on initial recognition at cost.

The useful lives of intangible assets are assessed as either finite or indefinite.

Intangible assets with finite lives are amortised over the useful economic life and assessed for impairment whenever there is an indication that the intangible asset may be impaired. The amortisation period and the amortisation method for an intangible asset with a finite useful life are reviewed at least at the end of each reporting period. Changes in the expected useful life or the expected pattern of consumption of future economic benefits embodied in the asset are considered to modify the amortisation period or method, as appropriate, and are treated as changes in accounting estimates. The amortisation expense on intangible assets with finite lives is recognised in the statement of profit and loss unless such expenditure forms part of carrying value of another asset.

An intangible asset is de-recognised upon disposal (i.e., at the date the recipient obtains control) or when no future economic benefits are expected from its use or disposal. Any gain or loss arising upon de-recognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the **Statement of profit and loss** when the asset is derecognised.

#### **i. Investment Properties**

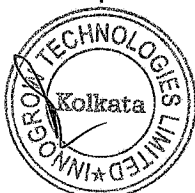
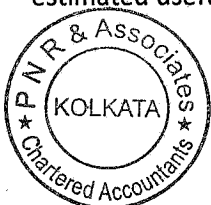
Property that is held for long-term rental yields or for capital appreciation or both, and that is not occupied by the company, is classified as investment property.

Investment properties are measured initially at cost, including transaction costs. Subsequent to initial recognition, investment properties are stated at cost less accumulated depreciation and accumulated impairment loss, if any.

On transition to IND AS, the Company has elected to measure all of its investment properties at the previous GAAP carrying value (deemed cost)

The cost includes the cost of replacing parts and borrowing costs for long-term construction projects if the recognition criteria are met. When significant parts of the investment property are required to be replaced at intervals, the company depreciates them separately based on their specific useful lives. All other repair and maintenance costs are recognised in profit or loss as incurred.

Depreciation on Investment property is depreciated under Written down Value (WDV) basis over the estimated useful lives of the assets prescribed as per Schedule II of the Companies Act.



The company, based on technical assessment made by technical expert and management estimate, depreciates the building over estimated useful lives which are different from the useful life prescribed in Schedule II to the Companies Act, 2013. The management believes that these estimated useful lives are realistic and reflect fair approximation of the period over which the assets are likely to be used.

Though the company measures investment property using cost based measurement, the fair value of investment property is disclosed in the notes. Fair values are determined based internally on an annual evaluation performed by applying a valuation model recommended by the International Valuation Standards Committee.

Investment properties are derecognised either when they have been disposed of or when they are permanently withdrawn from use and no future economic benefit is expected from their disposal. The difference between the net disposal proceeds and the carrying amount of the asset is recognised in profit or loss in the period of derecognition.

#### **j. Leases**

The Company assesses at contract inception whether a contract is, or contains, a lease. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

##### **Company as a lessee**

The Company applies a single recognition and measurement approach for all leases, except for short-term leases and leases of low-value assets. The Company recognises lease liabilities to make lease payments and right-of-use assets representing the right to use the underlying assets.

##### *(i) Right-of-use assets*

The Company recognises right-of-use assets at the commencement date of the lease (i.e., the date the underlying asset is available for use). Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any re-measurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognised, initial direct costs incurred, and discounted annual lease payments made at or before the commencement date less any lease incentives received. Right-of-use assets are depreciated on a straight-line basis over the shorter of the lease term and the estimated useful lives of the assets.

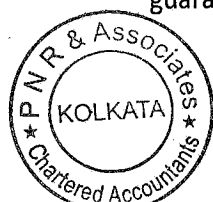
The right-of-use assets are also subject to impairment. Refer to the accounting policies in section (k) Impairment of non-financial assets.

##### *ii) Lease Term*

At the commencement date, the Company determines the lease term which represents non-cancellable period of initial lease for which the asset is expected to be used, together with the periods covered by an option to extend or terminate the lease, if the Company is reasonably certain at the commencement date to exercise the extension or termination option.

##### *(iii) Lease Liabilities*

At the commencement date of the lease, the Company recognises lease liabilities measured at the present value of lease payments to be made over the lease term. The lease payments include fixed payments (including in substance fixed payments) less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be paid under residual value guarantees. The lease payments also include the exercise price of a purchase option reasonably



certain to be exercised by the Company and payments of penalties for terminating the lease, if the lease term reflects the Company exercising the option to terminate. Variable lease payments that do not depend on an index or a rate are recognised as expenses (unless they are incurred to produce inventories) in the period in which the event or condition that triggers the payment occurs.

In calculating the present value of lease payments, the Company uses its incremental borrowing rate at the lease commencement date because the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is re-measured if there is a modification, a change in the lease term, a change in the lease payments (e.g., changes to future payments resulting from a change in an index or rate used to determine such lease payments) or a change in the assessment of an option to purchase the underlying asset.

*(iv) Short-term leases and leases of low-value assets*

The Company applies the short-term lease recognition exemption to its short-term leases (i.e., those leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option). It also applies the lease of low-value assets recognition exemption to leases. Lease payments on short-term leases and leases of low-value assets are recognised as expense on a straight-line basis over the lease term.

*(v) Depreciation*

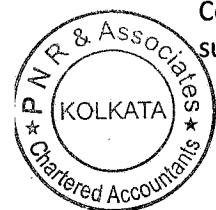
Depreciation on assets held as right of use assets is charged to Statement of Profit and Loss on a Straight line basis from the commencement date to the earlier of the end of the useful life of the right of use assets or the end of the lease term.

**k. Impairment of non-financial assets**

The Company assesses, at each reporting date, whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or cash-generating unit's (CGU) fair value less costs of disposal and its value in use. The recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from the other assets of the company. When the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining fair value less costs of disposal, recent market transactions are taken into account. If no such transactions can be identified, an appropriate valuation model is used. These calculations are corroborated by valuation multiples, quoted share prices for publicly traded companies or other available fair value indicators.

The Company bases its impairment calculation on detailed budgets and forecast calculations, which are prepared separately for each of the Company's CGUs to which the individual assets are allocated. These budgets and forecast calculations generally cover a period of five years. For longer periods, a long-term growth rate is calculated and applied to project future cash flows after the fifth year. To estimate cash flow projections beyond periods covered by the most recent budgets/forecasts, the Company extrapolates cash flow projections in the budget using a steady or declining growth rate for subsequent years, unless an increasing rate can be justified. In any case, this growth rate does not



exceed the long-term average growth rate for the products, industries, or country in which the Company operates, or for the market in which the asset is used.

Impairment losses of continuing operations, including impairment on inventories, are recognised in the statement of profit and loss, except for properties previously revalued with the revaluation surplus taken to OCI. For such properties, the impairment is recognised in OCI up to the amount of any previous revaluation surplus.

For assets excluding goodwill, an assessment is made at each reporting date to determine whether there is an indication that previously recognised impairment losses no longer exist or have decreased. If such indication exists, the Company estimates the asset's or CGU's recoverable amount. A previously recognised impairment loss is reversed only if there has been a change in the assumptions used to determine the asset's recoverable amount since the last impairment loss was recognised. The reversal is limited so that the carrying amount of the asset does not exceed its recoverable amount, nor exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognised for the asset in prior years. Such reversal is recognised in the statement of profit and loss unless the asset is carried at a revalued amount, in which case, the reversal is treated as increase in revaluation.

Under Ind AS 116.33, right-of-use assets are subject to the impairment requirements of Ind AS 36 Impairment of Assets.

**l. Investments**

Investment in subsidiaries, associates, joint ventures are carried at cost less accumulated impairment, if any

**m. Claims**

Claims against the Company not acknowledged as debts are disclosed after a careful evaluation of the facts and legal aspects of the matter involved.

**n. Provisions**

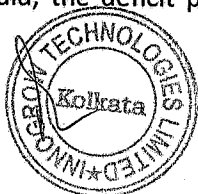
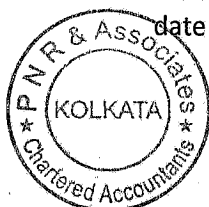
*General*

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. When the Company expects some or all of a provision to be reimbursed, for example, under an insurance contract, the reimbursement is recognised as a separate asset, but only when the reimbursement is virtually certain. The expense relating to a provision is presented in the statement of profit and loss net of any reimbursement.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

**o. Retirement and other employee benefits**

Retirement benefit in the form of provident fund is a defined contribution scheme. The Company has no obligation, other than the contribution payable to the provident fund. The Company recognizes contribution payable to the provident fund scheme as an expense, when an employee renders the related service. If the contribution payable to the scheme for service received before the balance sheet date exceeds the contribution already paid, the deficit payable to the scheme is recognized as a



liability after deducting the contribution already paid. If the contribution already paid exceeds the contribution due for services received before the balance sheet date, then excess is recognized as an asset to the extent that the pre-payment will lead to, for example, a reduction in future payment or a cash refund.

The Company operates a defined benefit gratuity plan in India, which requires contributions to be made to a separately administered fund.

The cost of providing benefits under the defined benefit plan is determined using the projected unit credit method.

Re-measurements, comprising of actuarial gains and losses, the effect of the asset ceiling, excluding amounts included in net interest on the net defined benefit liability and the return on plan assets (excluding amounts included in net interest on the net defined benefit liability), are recognised immediately in the balance sheet with a corresponding debit or credit to retained earnings through OCI in the period in which they occur. Re-measurements are not reclassified to profit or loss in subsequent periods.

Past service costs are recognised in profit or loss on the earlier of:

- The date of the plan amendment or curtailment, and
- The date that the Company recognises related restructuring costs
- Net interest is calculated by applying the discount rate to the net defined benefit liability or asset. The Company recognises the following changes in the net defined benefit obligation as an expense in the consolidated statement of profit and loss:
- Service costs comprising current service costs, past-service costs, gains and losses on curtailments and non-routine settlements; and
- Net interest expense or income

#### **p. Financial instruments**

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

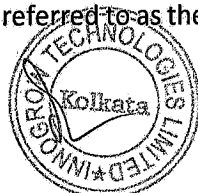
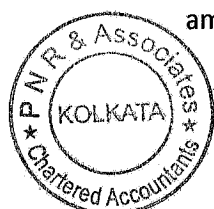
##### **Financial assets**

###### *Initial recognition and measurement*

Financial assets are classified, at initial recognition, as subsequently measured at amortised cost, fair value through other comprehensive income (OCI), and fair value through profit or loss.

The classification of financial assets at initial recognition depends on the financial asset's contractual cash flow characteristics and the Company's business model for managing them. With the exception of trade receivables that do not contain a significant financing component or for which the Company has applied the practical expedient, the Company initially measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss, transaction costs. Trade receivables that do not contain a significant financing component or for which the Company has applied the practical expedient are measured at the transaction price determined under Ind AS 115. Refer to the accounting policies in section (c) Revenue from contracts with customers.

For a financial asset to be classified and measured at amortised cost or fair value through OCI, it needs to give rise to cash flows that are 'solely payments of principal and interest (SPPI)' on the principal amount outstanding. This assessment is referred to as the SPPI test and is performed at an instrument



level. Financial assets with cash flows that are not SPPI are classified and measured at fair value through profit or loss, irrespective of the business model.

The Company's business model for managing financial assets refers to how it manages its financial assets in order to generate cash flows. The business model determines whether cash flows will result from collecting contractual cash flows, selling the financial assets, or both. Financial assets classified and measured at amortised cost are held within a business model with the objective to hold financial assets in order to collect contractual cash flows while financial assets classified and measured at fair value through OCI are held within a business model with the objective of both holding to collect contractual cash flows and selling.

*Subsequent measurement*

For purposes of subsequent measurement, financial assets are classified in four categories:

- Financial assets at amortised cost (debt instruments)
- Financial assets at fair value through other comprehensive income (FVTOCI) with recycling of cumulative gains and losses (debt instruments)
- Financial assets designated at fair value through OCI with no recycling of cumulative gains and losses upon de-recognition (equity instruments)
- Financial assets at fair value through profit or loss

Financial assets at amortised cost (debt instruments)

A 'financial asset' is measured at the amortised cost if both the following conditions are met:

- a) The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
- b) Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

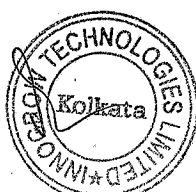
This category is the most relevant to the Company. After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method. Amortised cost is calculated by considering any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included in finance income in the profit or loss. The losses arising from impairment are recognised in the **Statement of profit or loss**. The Company's financial assets at amortised cost includes trade receivables, loans and cash & bank balance.

Financial assets at fair value through OCI (FVTOCI) (debt instruments)

A 'financial asset' is classified as at the FVTOCI if both of the following criteria are met:

- a) The objective of the business model is achieved both by collecting contractual cash flows and selling the financial assets, and
- b) The asset's contractual cash flows represent SPPI.

Debt instruments included within the FVTOCI category are measured initially as well as at each reporting date at fair value. For debt instruments, at fair value through OCI, interest income, foreign exchange revaluation and impairment losses or reversals are recognised in the profit or loss and computed in the same manner as for financial assets measured at amortised cost. The remaining fair



value changes are recognised in OCI. Upon de-recognition, the cumulative fair value changes recognised in OCI is reclassified from the equity to profit or loss.

Financial assets designated at fair value through OCI (equity instruments)

Upon initial recognition, the Company can elect to classify irrevocably its equity investments as equity instruments designated at fair value through OCI when they meet the definition of equity under Ind AS 32 Financial Instruments: Presentation and are not held for trading. The classification is determined on an instrument-by-instrument basis. Equity instruments which are held for trading and contingent consideration recognised by an acquirer in a business combination to which Ind AS103 applies are classified as at FVTPL.

Gains and losses on these financial assets are never recycled to profit or loss. Equity instruments designated at fair value through OCI are not subject to impairment assessment.

Financial assets at fair value through profit or loss

Financial assets at fair value through profit or loss are carried in the balance sheet at fair value with net changes in fair value recognised in the **Statement of profit and loss**.

The Company elected to classify its Quoted Equity Shares & Unquoted mutual funds under this category.

This category includes derivative instruments and listed equity investments which the Company had not irrevocably elected to classify at fair value through OCI. Dividends on listed equity investments are recognised in the statement of profit and loss when the right of payment has been established.

*De-recognition*

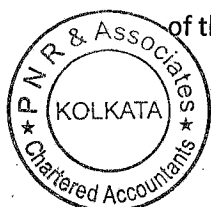
A financial asset (or, where applicable, a part of a financial asset or part of a Company of similar financial assets) is primarily derecognised (i.e. removed from the Company's balance sheet) when:

- The rights to receive cash flows from the asset have expired, or
- The Company has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement; and either (a) the Company has transferred substantially all the risks and rewards of the asset, or (b) the Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

Impairment of financial assets

The Company recognises an allowance for expected credit losses (ECLs) for all debt instruments not held at fair value through profit or loss. ECLs are based on the difference between the contractual cash flows due in accordance with the contract and all the cash flows that the Company expects to receive, discounted at an approximation of the original effective interest rate. The expected cash flows will include cash flows from the sale of collateral held or other credit enhancements that are integral to the contractual terms.

ECLs are recognised in two stages. For credit exposures for which there has not been a significant increase in credit risk since initial recognition, ECLs are provided for credit losses that result from default events that are possible within the next 12-months (a 12-month ECL). For those credit exposures for which there has been a significant increase in credit risk since initial recognition, a loss allowance is required for credit losses expected over the remaining life of the exposure, irrespective of the timing of the default (a lifetime ECL).



For trade receivables and contract assets, the Company applies a simplified approach in calculating ECLs. Therefore, the Company does not track changes in credit risk, but instead recognises a loss allowance based on lifetime ECLs at each reporting date. The Company has established a provision matrix that is based on its historical credit loss experience, adjusted for forward-looking factors specific to the debtors and the economic environment.

### ***Financial liabilities***

#### ***Initial recognition and measurement***

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings, payables, or as derivatives designated as hedging instruments in an effective hedge, as appropriate.

All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

The Company's financial liabilities include trade and other payables, loans and borrowings including bank overdrafts, financial guarantee contracts and derivative financial instruments.

#### ***Subsequent measurement***

For purposes of subsequent measurement, financial liabilities are classified in two categories:

- Financial liabilities at fair value through profit or loss
- Financial liabilities at amortised cost (loans and borrowings)

Financial liabilities at fair value through profit or loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through profit or loss.

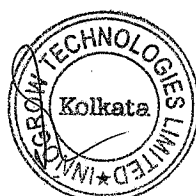
Financial liabilities are classified as held for trading if they are incurred for the purpose of repurchasing in the near term. This category also includes derivative financial instruments entered into by the Company that are not designated as hedging instruments in hedge relationships as defined by Ind AS 109. Separated embedded derivatives are also classified as held for trading unless they are designated as effective hedging instruments.

Gains or losses on liabilities held for trading are recognised in the profit or loss.

Financial liabilities designated upon initial recognition at fair value through profit or loss are designated as such at the initial date of recognition, and only if the criteria in Ind AS 109 are satisfied. For liabilities designated as FVTPL, fair value gains/ losses attributable to changes in own credit risk are recognized in OCI. These gains/ losses are not subsequently transferred to P&L. However, the Company may transfer the cumulative gain or loss within equity. All other changes in fair value of such liability are recognised in the statement of profit and loss. The Company has not designated any financial liability as at fair value through profit or loss.

#### **Financial liabilities at amortised cost (Loans and borrowings)**

This is the category most relevant to the Company. After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the EIR method. Gains and losses are recognised in profit or loss when the liabilities are derecognised as well as through the EIR amortisation process.



Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the statement of profit and loss.

This category generally applies to borrowings.

#### Financial guarantee contracts

Financial guarantee contracts issued by the Company are those contracts that require a payment to be made to reimburse the holder for a loss it incurs because the specified debtor fails to make a payment when due in accordance with the terms of a debt instrument. Financial guarantee contracts are recognised initially as a liability at fair value, adjusted for transaction costs that are directly attributable to the issuance of the guarantee. Subsequently, the liability is measured at the higher of the amount of loss allowance determined as per impairment requirements of Ind AS 109 and the amount recognised less, when appropriate, the cumulative amount of income recognised in accordance with the principles of Ind AS 115.

#### *De-recognition*

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the de-recognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the statement of profit and loss.

#### *Reclassification of financial assets*

The Company determines classification of financial assets and liabilities on initial recognition. After initial recognition, no reclassification is made for financial assets which are equity instruments and financial liabilities. If the Company reclassifies financial assets, it applies the reclassification prospectively from the reclassification date which is the first day of the immediately next reporting period following the change in business model. The Company does not restate any previously recognised gains, losses (including impairment gains or losses) or interest.

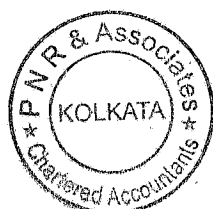
#### *Offsetting of financial instruments*

Financial assets and financial liabilities are offset and the net amount is reported in the consolidated balance sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

#### **q. Cash and cash equivalents**

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

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



**r. Earnings per share**

Basic earnings per share is calculated by dividing the net profit or loss attributable to equity holders of parent company (after deducting preference dividends and attributable taxes) by the weighted average number of equity shares outstanding during the period.

Partly paid equity shares are treated as a fraction of an equity share to the extent that they are entitled to participate in dividends relative to a fully paid equity share during the reporting period. The weighted average number of equity shares outstanding during the period is adjusted for events such as bonus issue, bonus element in a rights issue, share split, and reverse share split (consolidation of shares) that have changed the number of equity shares outstanding, without a corresponding change in resources.

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

**s. Contingent Liabilities**

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

**t. Standards issued but not yet made effective by the Ministry of Corporate Affairs**

There are no standards issued but not yet effective up to the date of issuance of the Company's financial statements.

**2.3 Significant accounting judgements, estimates and assumptions**

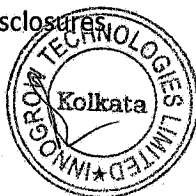
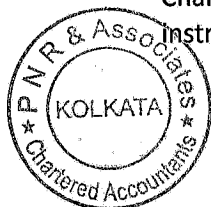
The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

**a. Useful lives of property, plant and equipment:**

As described in the significant accounting policies, the Company reviews the estimated useful lives of property, plant and equipment at the end of each reporting period.

**b. Fair value measurement of financial instruments**

When the fair values of financial assets and financial liabilities recorded in the balance sheet cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques including the DCF model. The inputs to these models are taken from observable markets where possible, but where this is not feasible, a degree of judgement is required in establishing fair values. Judgements include considerations of inputs such as liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments. See Note 27 and 28 for further disclosures.



**c. Retirement and other Employee benefits**

The cost of the defined benefit gratuity plan and the present value of the gratuity obligation are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases and mortality rates. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

The parameter most subject to change is the discount rate. In determining the appropriate discount rate for plans, the management considers the interest rates of government bonds in currencies consistent with the currencies of the post-employment benefit obligation. The mortality rate is based on publicly available mortality tables for India. Those mortality tables tend to change only at interval in response to demographic changes. Future salary increases and gratuity increases are based on expected future inflation rates.

Further details about gratuity obligations are given in Note 22.

**d. Determining the lease term of contracts with renewal and termination options – Company as lessee**

The Company determines the lease term as the non-cancellable term of the lease, together with any periods covered by an option to extend the lease if it is reasonably certain to be exercised, or any periods covered by an option to terminate the lease, if it is reasonably certain not to be exercised. The Company has several lease contracts that include extension and termination options. The Company applies judgement in evaluating whether it is reasonably certain whether or not to exercise the option to renew or terminate the lease. That is, it considers all relevant factors that create an economic incentive for it to exercise either the renewal or termination. After the commencement date, the Company reassesses the lease term if there is a significant event or change in circumstances that is within its control and affects its ability to exercise or not to exercise the option to renew or terminate (e.g., construction of significant leasehold improvements or significant customisation to the leased asset).

**e. Estimates and assumptions**

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the company. Such changes are reflected in the assumptions when they occur.

**f. Claims, Provisions and Contingent Liabilities**

The Company has ongoing litigations with various third parties / regulatory authorities. Where an outflow of funds is believed to be probable and a reliable estimate of the outcome of the dispute can be made based on management's assessment of specific circumstances of each dispute and relevant external advice, management provides for its best estimate of the liability. Such accruals are by nature complex and can take number of years to resolve and can involve estimation uncertainty. Information about such litigations is provided in notes to the financial statements.



Note 3.1. Property, Plant & Equipment

Rs. In Lacs

	Building / Office Premises	Computers	Furniture and Fixtures	Office Equipments	Vehicles	Total
<b>GROSS BLOCK</b>						
As at April 1, 2018 (refer note (a))	33.75	0.43	14.03	1.51	3.49	53.21
Additions	-	-	-	-	-	-
Withdrawals & Adjustments	-	-	-	-	-	-
As at March 31, 2019	33.75	0.43	14.03	1.51	3.49	53.21
Additions	-	-	-	-	-	-
Withdrawals & Adjustments	-	-	11.03	0.54	-	11.57
As at March 31, 2020	33.75	0.43	3.00	0.97	3.49	41.64
<b>ACCUMULATED DEPRECIATION</b>						
As at April 1, 2018 (refer note (a))						
Charge for the year	1.64	0.01	2.91	0.26	1.10	5.92
Withdrawals & Adjustments	-	-	-	-	-	-
As at March 31, 2019	1.64	0.01	2.91	0.26	1.10	5.92
Charge for the year	1.56	-	2.14	0.11	0.75	4.56
Withdrawals & Adjustments	-	-	4.92	0.32	-	5.24
As at March 31, 2020	3.20	0.01	0.13	0.05	1.85	5.24
<b>NET BLOCK</b>						
As at April 1, 2018	33.75	0.43	14.03	1.51	3.49	53.21
As at March 31, 2019	32.11	0.42	11.12	1.25	2.39	47.29
As at March 31, 2020	30.55	0.42	2.87	0.92	1.64	36.40

(a) The Company has adopted the exemption under Ind AS 101 and has considered previous GAAP carrying amount as the deemed cost for the Opening Balance sheet as at April 1, 2018. The Gross block of each class of Property, plant and equipment has been netted off with their respective accumulated depreciation balances as at April 1, 2018 under Previous GAAP to arrive at the deemed cost for the purpose of opening Ind AS balance sheet after transfer of certain assets to Investment property as disclosed in notes 4(a).

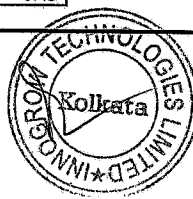
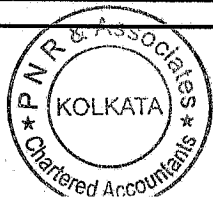
Rs. In Lacs

As per Previous GAAP	Building / Office Premises	Computers	Furniture and Fixtures	Office Equipments	Vehicles
Gross block as at April 1, 2018	80.71	10.19	97.82	22.69	12.64
Accumulated depreciation as at April 1, 2018.	46.96	9.76	83.79	21.18	9.15
Withdrawals & Adjustments	-	-	-	-	-
Deemed cost as at April 1, 2018.	33.75	0.43	14.03	1.51	3.49

Note 3.2: Intangible Assets

Rs. In Lacs

	Computer Software	Total
<b>GROSS BLOCK</b>		
As at April 1, 2018 (refer note (a))	-	-
Additions	-	-
As at March 31, 2019	-	-
Additions	0.52	0.52
Withdrawals & Adjustments	-	-
As at March 31, 2020	0.52	0.52
<b>ACCUMULATED DEPRECIATION</b>		
As at April 1, 2018 (refer note (a))	-	-
Charge for the year	-	-
Deductions	-	-
As at March 31, 2019	-	-
Charge for the year	0.07	0.07
Deductions	-	-
As at March 31, 2020	0.07	0.07
<b>NET BLOCK</b>		
As at April 1, 2018	-	-
As at March 31, 2019	-	-
As at March 31, 2020	0.45	0.45



Note 4. Investment Property

	Rs. In Lacs							
	Freehold Land	Building / Office Premises	Computers	Furniture and Fixtures	Electrical Equipments	Office Equipments	Computer Software	Total
<b>GROSS BLOCK</b>								
As at April 1, 2018 (refer note (a))	37.96	1,120.46	19.70	91.44	54.42	30.54	19.58	1,374.10
Additions	-	-	-	-	-	0.25	-	0.25
Withdrawals & Adjustments	-	14.11	0.02	-	-	-	-	14.13
As at March 31, 2019	37.96	1,106.35	19.68	91.44	54.42	30.79	19.58	1,360.22
Additions	-	-	-	1.93	-	1.08	-	3.01
Withdrawals & Adjustments	-	28.22	-	-	-	-	-	28.22
As at March 31, 2020	37.96	1,078.13	19.68	93.37	54.42	31.87	19.58	1,335.01
<b>ACCUMULATED DEPRECIATION</b>								
As at April 1, 2018 (refer note (a))	-	-	-	-	-	-	-	-
Charge for the year	-	51.44	8.44	23.66	14.09	13.66	14.31	125.60
Withdrawals & Adjustments	-	-	-	-	-	-	-	-
As at March 31, 2019	-	51.44	8.44	23.66	14.09	13.66	14.31	125.60
Charge for the year	-	43.75	2.40	17.57	10.44	5.80	4.36	84.32
Withdrawals & Adjustments	-	-	-	-	-	-	-	-
As at March 31, 2020	-	95.19	10.84	41.23	24.53	19.46	18.67	209.92
<b>NET BLOCK</b>								
As at April 1, 2018	37.96	1,120.46	19.70	91.44	54.42	30.54	19.58	1,374.10
As at March 31, 2019	37.96	1,054.91	11.24	67.78	40.33	17.13	5.27	1,234.62
As at March 31, 2020	37.96	982.94	8.84	52.14	29.89	12.41	0.91	1,125.09

(a) The Company has adopted the exemption under Ind AS 101 and has considered previous GAAP carrying amount as the deemed cost for the Opening Balance sheet as at April 1, 2018.

As on 1st April, 2018, Gross block of freehold land of Rs. 37.96 lacs and Building / Office Premises of Rs. 1,341.75 lacs with accumulated depreciation thereon of Rs. 221.29 lacs, Computers of Rs. 198.33 lacs with accumulated depreciation thereon of Rs. 178.63 lacs, Furniture and Fixtures of Rs. 203.16 lacs with accumulated depreciation thereon of Rs. 111.72 lacs, Electrical Equipments of Rs. 151.92 lacs with accumulated depreciation thereon of Rs. 97.50 lacs, Office Equipments of Rs. 124.44 lacs with accumulated depreciation thereon of Rs. 93.90 lacs and Computer Software of Rs. 109.69 lacs with accumulated depreciation thereon of Rs. 90.11 lacs were transferred from Property, Plant and Equipments to Investment Property.

The Gross block of each class of Investment Property has been netted off with their respective accumulated depreciation balances as at April 1, 2018 under Previous GAAP to arrive at the deemed cost for the purpose of opening Ind AS balance sheet.

	Rs. In Lacs						
As per Previous GAAP	Freehold Land	Building / Office Premises	Computers	Furniture and Fixtures	Electrical Equipments	Office Equipments	Computer Software
Gross block as at April 1, 2018	37.96	1,341.75	198.33	203.16	151.92	124.44	109.69
Accumulated depreciation as at April 1, 2018.	-	221.29	178.63	111.72	97.50	93.90	90.11
Adjustments	-	-	-	-	-	-	-
Deemed cost as at April 1, 2018.	37.96	1,120.46	19.70	91.44	54.42	30.54	19.58

(i) The Company has carried out the valuation activity to assess fair value of its Investment in land and property which is Rs. 3545.86 Lacs ( March 31, 2019: Rs. 2880.11 Lacs, April 01, 2018: Rs. 2530.30 Lacs). Accordingly, fair value estimates for investment in land and property is classified as Level 3.

(ii) Information regarding Income & Expenditure of Investment Property

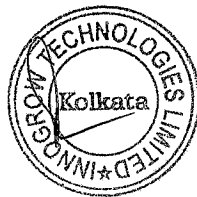
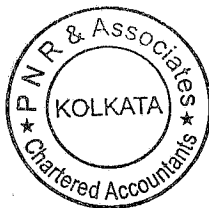
Particulars	(Rs.in Lacs)	
	2019-20	2018-19
Rent & Maintenance Income derived from Investment Property	164.67	128.22
Less: Direct Operating expenses (including repairs & maintenance) generating Rental Income	14.32	16.80
Profit/ Loss arising from Investment property before depreciation and indirect Expenses	150.35	111.42
Depreciation and Amortisation expenses for the year	84.32	125.6
Profit/ Loss arising from Investment property	66.03	(14.18)



**INNOGROW TECHNOLOGIES LIMITED**  
**Notes to Financial Statements as at and for the year ended March 31, 2020**

**Note 5: Non- Current Investment**

Particulars	Face Value per Share/ Unit	No. of Shares/ Units	Rs. In Lacs				
			As at March 31, 2020	No. of Shares/ Units	As at March 31, 2019	No. of Shares/ Units	As at April 1, 2018
<b>Investments (Valued at amortised cost)</b>							
<b>In Limited Liability Partnership</b>							
Alokik Advisory Services LLP	-	-	134.79	-	134.88	-	134.79
Dreamscape Advisors LLP	-	-	74.99	-	77.09	-	81.94
Innogrow Partners LLP (Refer Note 24 (iv))	-	-	0.28	-	1.60	-	-
Microsec Invictus Advisors LLP	-	-	1,148.54	-	1,396.47	-	1,472.72
Ruchika Advisory Services LLP	-	-	0.10	-	0.10	-	0.10
Stuti Advisory Services LLP	-	-	32.80	-	34.76	-	36.46
<b>TOTAL (A)</b>			<b>1,391.50</b>		<b>1,644.90</b>		<b>1,726.01</b>
<b>Investments (Valued at Fair Value through profit &amp; loss Account)</b>							
<b>Quoted Equity Shares (fully paid up)</b>							
Sreeleathers Limited	10	-	-	12,654.00	29.22	12,654.00	28.55
Bajaj Finserv Ltd	5	-	-	730.00	51.36	-	-
HDFC Asset Management Company Ltd	5	-	-	2,800.00	42.96	-	-
Info Edge India Ltd	10	-	-	3,100.00	57.13	-	-
Ramkrishna Forgings Ltd	10	-	-	2,221.00	11.61	-	-
<b>TOTAL (B)</b>					<b>192.28</b>		<b>28.55</b>
<b>Investments (Valued at amortised cost)</b>							
<b>Unquoted- Equity Shares</b>							
Retailer Shakti Supply Chain Private Limited	-	-	-	-	-	24,50,000	0.11
My Joy Technologies Private Limited	-	6,30,639	388.12	6,30,639	388.12	-	-
<b>TOTAL (C)</b>			<b>388.12</b>		<b>388.12</b>		<b>0.11</b>
<b>Investments (Valued at amortised cost)</b>							
<b>Compulsorily Convertible Debentures (fully paid up)</b>							
Retailer Shakti Supply Chain Private Limited	-	-	-	-	-	11,50,000	16.04
<b>TOTAL (D)</b>							<b>16.04</b>
			<b>1,779.62</b>		<b>2,225.30</b>		<b>1,770.71</b>



**INNOGROW TECHNOLOGIES LIMITED**

Notes to Financial Statements as at and for the year ended March 31, 2020

**Note 6 : Other Financial Assets (Unsecured considered good, unless otherwise stated) (At Amortised Cost)**

Rs. In Lacs

	Non - Current			Current		
	As at March 31, 2020	As at March 31, 2019	As at April 1, 2018	As at March 31, 2020	As at March 31, 2019	As at April 1, 2018
Security deposits	26.61	26.97	5.98	-	-	-
Accrued Interest on fixed deposits	1.56	0.10	1.60	2.27	-	0.14
Rent receivables from tenant	-	-	-	12.02	1.06	-
Receivables against Investments	-	-	-	53.53	-	-
<b>Total</b>	<b>28.17</b>	<b>27.07</b>	<b>7.58</b>	<b>67.82</b>	<b>1.06</b>	<b>0.14</b>

**Note 7 : Other Assets (At Amortised Cost)**

Rs. In Lacs

	Non-current			Current		
	As at March 31, 2020	As at March 31, 2019	As at April 1, 2018	As at March 31, 2020	As at March 31, 2019	As at April 1, 2018
<b>Unsecured, considered good</b>						
Capital advances (Refer Note 23a)	106.63	106.63	100.00	-	-	-
Advances against Supply of Goods & Services	-	-	-	0.36	4.19	0.65
Deferred Rent Receivables	-	-	-	6.81	-	-
Balance with Government Authorities	-	-	-	13.63	36.36	47.64
Gratuity (Refer Note 22)	-	-	-	13.28	12.44	8.82
Prepaid Expenses	-	-	-	2.68	2.61	3.64
<b>Total</b>	<b>106.63</b>	<b>106.63</b>	<b>100.00</b>	<b>36.76</b>	<b>55.60</b>	<b>60.75</b>

**Note 8 : Cash and cash equivalents**

Rs. In Lacs

	As at March 31, 2020	As at March 31, 2019	As at April 1, 2018
<b>Cash and cash equivalents</b>			
Balances with banks :			
On current accounts	16.66	5.88	33.93
Cash on hand	0.09	0.02	0.12
Fixed Deposits with original maturity for less than 3 months	125.00	-	325.00
<b>Total</b>	<b>141.75</b>	<b>5.90</b>	<b>359.05</b>

**Note 9 : Bank Balances other than cash and cash equivalents**

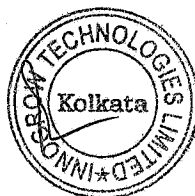
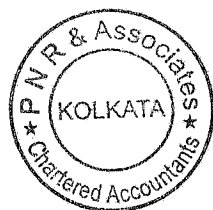
Rs. In Lacs

	As at March 31, 2020	As at March 31, 2019	As at April 1, 2018
Fixed Deposits with original maturity for more than 12 months	21.00	21.00	21.00
<b>Total</b>	<b>21.00</b>	<b>21.00</b>	<b>21.00</b>

**Note 10 : Tax Assets**

Rs. In Lacs

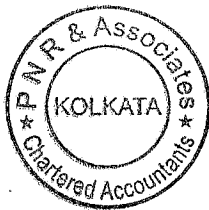
	Current		
	As at March 31, 2020	As at March 31, 2019	As at April 1, 2018
Tax Deducted at Source	29.82	49.02	55.19
<b>Total</b>	<b>29.82</b>	<b>49.02</b>	<b>55.19</b>



Note 11 : Current Investment

Rs. in Lacs

Particulars	Face Value per Share/ Unit	No. of Shares/ Units	Current			
			As at March 31, 2020	No. of Shares/ Units	As at March 31, 2019	No. of Shares/ Units
<b>Investments (Valued at Fair Value through profit &amp; loss Account)</b>						
<b>Quoted Equity Shares (held under PMS A/c with Microsec Wealth Management Limited- MOF)</b>						
Abbott India Ltd	10	188	29.05	-	-	-
Asian Paints Ltd	1	1,375	22.92	-	-	-
Avenue Supermarts Ltd	10	1,073	23.47	-	-	-
Alkem Laboratories Ltd	2	455	10.59	-	-	-
Britannia Industries Ltd	1	670	18.02	-	-	-
Dabur India Ltd	1	4,493	20.22	-	-	-
Divis Laboratories Ltd.	2	1,159	23.05	-	-	-
Hindustan Unilever Ltd	1	667	15.33	-	-	-
IPCA Laboratories Ltd	2	1,273	17.72	-	-	-
Nestle India Ltd	1	161	26.24	-	-	-
Pidilite Industries Ltd	1	1,512	20.51	-	-	-
PI Industries Ltd	1	1,271	14.87	-	-	-
<b>Unquoted Overnight Fund (held under PMS A/c with Microsec Wealth Management Limited- MOF)</b>						
SBI Overnight Fund - Direct Plan - Growth	-	2,595.01	84.43	-	-	-
<b>TOTAL (A)</b>			<b>326.42</b>			
<b>Investment in Unquoted Mutual Fund (fully paid up) (Valued at Fair Value through profit &amp; loss Account)</b>						
Reliance Liquid Fund - Treasury Plan - Direct Growth Plan - Growth Option	-	-	-	1,789.74	81.24	-
HDFC Liquid Fund- Regular Plan- Growth	-	1,745.65	67.79	-	-	-
Union Arbitrage Fund- Regular Plan- Growth	-	-	-	2,49,990.00	25.15	-
<b>TOTAL (B)</b>			<b>67.79</b>		<b>106.39</b>	
<b>Other Investments (Valued at amortised Cost)</b>						
HDFC Smart Deposits	-	-	100.00	-	-	-
<b>TOTAL (C)</b>			<b>100.00</b>			
<b>TOTAL (A+B+C)</b>			<b>494.21</b>		<b>106.39</b>	



Note 12 : Share Capital

Authorized capital  
3,50,000 equity shares Rs.10 par value per share

Issued, subscribed and paid-up capital  
3,31,018 equity shares Rs.10 par value per share

	Rs. In Lacs		
	As at March 31, 2020	As at March 31, 2019	As at April 1, 2018
	35.00	35.00	35.00
	35.00	35.00	35.00
	33.10	33.10	33.10
	33.10	33.10	33.10

a. Reconciliation of the equity shares outstanding at the beginning and at the end of the year

Equity Shares

	As at March 31, 2020		As at March 31, 2019		As at April 1, 2018	
	No. of Shares	Rs. In Lacs	No. of Shares	Rs. In Lacs	No. of Shares	Rs. In Lacs
At the beginning of the year	3,31,018	33.10	3,31,018	33.10	3,31,018	33.10
Issued during the year	-	-	-	-	-	-
Outstanding at the end of the year	3,31,018	33.10	3,31,018	33.10	3,31,018	33.10

b. Rights, preferences and restrictions attaching to equity shares including restrictions on the distribution of dividends and the repayment of capital:

The Company has only one class of equity shares having par value of Rs. 10 per share. Each holder of equity share is entitled to one vote per share. The Company declares and pays dividends in Indian Rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

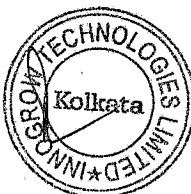
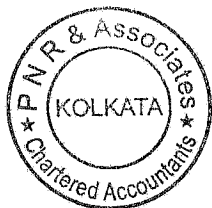
c. Details of shares held by the Holding Company, the Ultimate Holding Company, their Subsidiaries and Associates:

	As at March 31, 2020		As at March 31, 2019		As at April 1, 2018	
	No. of Shares	Rs. In Lacs	No. of Shares	Rs. In Lacs	No. of Shares	Rs. In Lacs
Sastasundar Ventures Limited (formerly Microsec Financial Services Limited) (including shares held by its nominees)*	3,31,018	33.10	3,31,018	33.10	3,31,018	33.10

d. The details of shareholders holding more than 5% equity shares is set below:

	As at March 31, 2020		As at March 31, 2019		As at April 1, 2018	
	No. of Shares	% Holding	No. of Shares	% Holding	No. of Shares	% Holding
Sastasundar Ventures Limited (formerly Microsec Financial Services Limited) (including shares held by its nominees)*	3,31,018	100.00	3,31,018	100.00	3,31,018	100.00

\* As per records of the Company, including its register of shareholders / members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents beneficial ownership of shares.



**INNOGROW TECHNOLOGIES LIMITED**

Notes to Financial Statements as at and for the year ended March 31, 2020

**Note 13 : Other Equity**

Rs. In Lacs

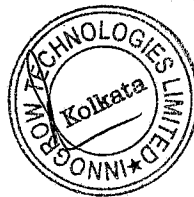
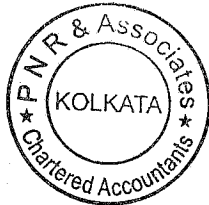
Particulars	As at March 31, 2020	As at March 31, 2019	As at April 1, 2018
A. Capital Redemption Reserve	2.00	2.00	2.00
B. Securities Premium	3,978.65	3,978.65	3,978.65
C. Retained Earnings (movements given below)	(1,357.34)	(1,347.21)	(1,421.49)
D. Equity Component of Compound Financial Instruments (Refer Note 13.1 below)	1,199.99	1,199.99	1,199.99
<b>Total - Other equity</b>	<b>3,823.30</b>	<b>3,833.43</b>	<b>3,759.15</b>

**Movement in Retained Earnings**

	As at March 31, 2020	As at March 31, 2019	As at April 1, 2018
<b>Opening Balance</b>	(1,347.21)	(1,421.49)	-
Add: Profit / (Loss) for the year	(10.23)	78.24	-
Add: Other Comprehensive Income	0.10	(3.96)	-
<b>Closing Balance</b>	<b>(1,357.34)</b>	<b>(1,347.21)</b>	<b>(1,421.49)</b>

**Note 13.1**

Equity Component of Compound Financial Instruments i.e. 1,89,572 no. of Zero Coupon Compulsorily Convertible Unsecured Debentures of Rs. 633 each are convertible within a maximum period of 60 months from the date of allotment i.e, 78,988 allotted on 22nd March, 2017 and 1,10,584 allotted on 24th March, 2017. However, the same may be converted fully or in such trenches at the option of the subscriber. The conversion of debenture into equity share shall be made at the book value of the shares or such other value as may be derived by the mutual consent of the subscriber and the company at the time of conversion.



**INNOGROW TECHNOLOGIES LIMITED**
**Notes to Financial Statements as at and for the year ended March 31, 2020**
**Note 14 : Trade Payables**

Rs. In Lacs

	As at March 31, 2020	As at March 31, 2019	As at April 1, 2018
Total Outsanding dues			
To Micro and Small Medium Enterprises (Refer Note 14.1)	1.45	-	-
To other than Micro and Small Enterprises	5.64	8.58	4.16
	7.09	8.58	4.16

**Note 14.1**
**Details of dues to micro and small enterprises as defined under the MSMED Act, 2006**

	As at March 31, 2020	As at March 31, 2019	As at April 1, 2018
The principal amount and the interest due thereon remaining unpaid to any supplier as at the end of each accounting year :			
- Principal amount due to micro and small enterprises	1.45	-	-
- Interest due on above	-	-	-
The amount of interest paid by the buyer in terms of section 16 of the MSMED Act 2006 along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year	-	-	-
The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act 2006	-	-	-
The amount of interest accrued and remaining unpaid at the end of each accounting year	-	-	-
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the MSMED Act 2006	-	-	-

**Note 15 : Other Current Financial Liabilities**

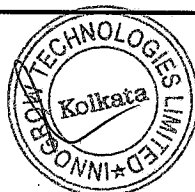
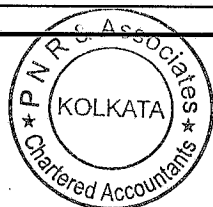
Rs. In Lacs

	As at March 31, 2020	As at March 31, 2019	As at April 1, 2018
Security Deposits	2.36	1.56	-
Employee payables	0.58	1.10	1.54
Payables to Related Parties ( Refer Note 24)	0.95	1.21	0.85
<b>TOTAL</b>	<b>3.89</b>	<b>3.87</b>	<b>2.39</b>

**Note 16 : Other Current Liabilities**

Rs. In Lacs

	As at March 31, 2020	As at March 31, 2019	As at April 1, 2018
Advance from Customers	-	-	1.48
Statutory Liabilities	0.34	0.90	1.45
<b>TOTAL</b>	<b>0.34</b>	<b>0.90</b>	<b>2.93</b>



**INNOGROW TECHNOLOGIES LIMITED**

Notes to Financial Statements as at and for the year ended March 31, 2020

**Note 17: Other Income**

Particulars	Rs. In Lacs	
	2019-20	2018-19
Interest on Fixed Deposits	9.10	1.56
Interest on Income Tax Refund	3.36	1.35
Interest on Security Deposits	0.03	0.01
Profit on sale of Property, Plant & Equipments	-	0.19
Profit on sale of Current Investments	-	10.27
Profit on Sale of Non- Current Investments	-	3.83
Dividend	2.12	0.46
Rental Income	162.64	110.47
Maintainance Income	2.03	17.75
Government Grant	-	7.77
Liability no longer required written back	0.44	0.15
Gratuity Provision No longer Required written back	0.74	0.76
Fair Value gain on Current Investments	6.77	1.61
Fair Value gain on Non- Current Investments	-	0.40
Miscellaneous Income	0.31	0.00
	<b>187.54</b>	<b>156.58</b>

**Note 18: Employee Benefits Expense**

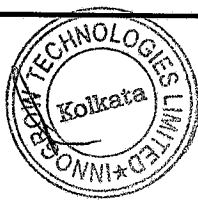
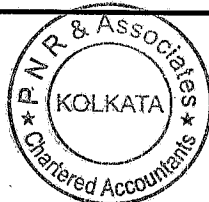
Particulars	Rs. In Lacs	
	2019-20	2018-19
Salary and Bonus	5.15	30.30
Contribution to Provident and other funds	0.02	0.19
Contribution to Employees' State Insurance	0.02	0.14
Employees' Welfare Expenses	1.18	0.67
	<b>6.37</b>	<b>31.30</b>

**Note 19: Depreciation and amortisation expense**

Particulars	Rs. In Lacs	
	2019-20	2018-19
Depreciation of Property, Plant and Equipment	4.56	5.92
Depreciation of Investment Property	84.32	125.60
Amortisation of Intangible Assets	0.07	-
	<b>88.95</b>	<b>131.52</b>

**Note 20: Other Expenses**

Particulars	Rs. In Lacs	
	2019-20	2018-19
Electricity Charges	5.53	14.04
Repairs and Maintenance		
Building	2.83	5.71
Others	13.38	12.59
Insurance	1.18	1.13
Rates and Taxes	4.11	3.24
Filing Fees	0.14	0.02
Bank & Demat Charges	0.03	0.39
Communication Expenses	0.03	0.24
Legal and Professional Fees	5.95	4.36
Printing and Stationery	0.02	0.02
Travelling and Conveyance	0.07	1.73
Security Service Charges	6.12	5.47
Loss on Sale of Non-Current Investment	15.42	9.97
Loss on Sale of Current Investments	19.35	-
Loss on discard of Property, Plant & Equipments	6.33	-
Irrecoverable advance written off	1.74	0.30
Auditors' Remuneration		
As Auditors		
Audit Fees	1.00	0.25
Tax Audit Fees	0.30	-
Limited Review	0.30	-
In other capacity for certificates and other services	0.58	-
Miscellaneous Expenses	3.57	0.12
	<b>87.98</b>	<b>59.58</b>



**21. Earning Per Share**

The following reflects the income and share data used in the basic and diluted EPS computations:

Particulars	2019-20	2018-19
Profit/ (Loss) attributable to equity holders of the company:(Rs. In lacs)	(10.23)	78.24
Weighted Average number of Equity shares (Nos)	3,31,018	3,31,018
Weighted Average number of Equity shares used to compute diluted earnings per share (Nos)	5,20,590	5,20,590.00
Basic Earnings Per Share (Amt in Rs.)	(3.09)	23.64
Diluted Earnings Per Share (Amt in Rs.)	(3.09)*	15.03
Weighted Average number of Equity shares	3,31,018	3,31,018
Effect of dilution:		
Compulsorily convertibles debentures	1,89,572	1,89,572
Weighted Average number of Equity shares adjusted for the effect of dilution	5,20,590	5,20,590

\* Anti- Dilutive

**22. Gratuity and other post-employment benefit plans**

The Company has a defined employee benefit plan in the form of gratuity. Every employee, who has completed five years or more of services, is entitled to gratuity on terms not less favorable than the provisions of the Payment of Gratuity Act, 1972. The Gratuity plan provides a lump sum payment to vested employees at retirement, disability or termination of employment being an amount based on the respective employee's last drawn salary and the number of years of employment with the Company. The scheme is funded with Life Insurance Corporation of India.

The following tables summarise the components of net benefit expense recognised in the statement of profit or loss and the funded status and amounts recognised in the balance sheet for the respective plans:

**Net employee benefits expense recognized in the employee cost.**

Particulars	March 31, 2020 Rs in lacs	March 31, 2019 Rs in lacs
Service Cost	0.08	0.10
Net Interest cost/(Income) on the net defined benefit liability/(asset)	(0.82)	(0.86)
Cost(Loss)/(Gain) on settlement	-	-
Net benefit expenses	-	-
Benefit Cost/ (Income)Recognized in Statement of Profit/loss	(0.74)	(0.76)

**Other total Comprehensive Income**

Particulars	March 31, 2020 Rs in lacs	March 31, 2019 Rs in lacs
Actuarial (gains) / Losses		
- Changes in demographic assumptions	-	-
-Changes in financial assumptions	0.06	0.00
-Unexpected Experience	(0.06)	3.92
- Others		
Return on plan assets, excluding amount recognized in net interest expense	0.09	(0.05)
Components of defined benefit costs recognized in other comprehensive income	(0.10)	3.96

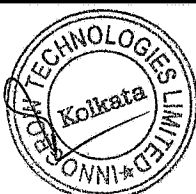
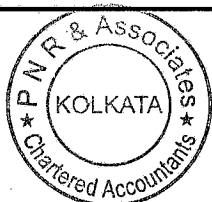
**Balance Sheet**

**Benefit asset / liability**

Particulars	March 31, 2020 Rs in lacs	March 31, 2019 Rs in lacs	1st April 2018 Rs in lacs
Present value of defined benefit obligation	0.48	0.38	3.12
Fair value of plan assets	13.76	12.82	11.94
Net asset/liability	13.28	12.44	8.82

**Changes in the present value of the defined benefit obligation are as follows**

Particulars	March 31, 2020 Rs in lacs	March 31, 2019 Rs in lacs	1st April 2018 Rs in lacs
Opening defined benefit obligation	0.38	3.12	2.02
Current service cost	0.08	0.10	0.47
Interest cost	0.03	0.06	0.16
Re-measurement (or Actuarial) (gain) / loss arising from			
- Changes in demographic assumptions	-	-	-
- Changes in financial assumptions	0.06	0.00	-
- Experience variance (i.e. Actual experience vs assumptions)	(0.06)	3.92	0.48
Benefits paid	-	3.74	-
Settlement Cost	-	3.08	-
Closing defined benefit obligation	0.48	0.38	3.12



**INNOGROW TECHNOLOGIES LIMITED**
**Notes to Financial Statements as at and for the year ended March 31, 2020**
**Changes in the fair value of plan assets are as follows :**

Particulars	March 31, 2020	March 31, 2019	1st April 2018
	Rs in lacs	Rs in lacs	Rs in lacs
Opening fair value of plan assets	12.82	11.94	10.57
Expected return / Investment income	0.85	0.92	0.82
Employers contribution	-	3.74	
Benefits paid	-	3.74	
Return on plan assets, excluding amount recognised in net interest expense	0.09	(0.05)	0.55
Closing fair value of plan assets	13.76	12.82	11.94

**The major categories of plan assets as a percentage of the fair value of total plan assets are as follows:**

Particulars	March 31, 2020	March 31, 2019
	%	%
Investments in insurance managed fund	100%	100%

**The Principal assumptions used in determining gratuity obligation for the company's plan are as follows**

Particulars	March 31, 2020	March 31, 2019
	Rs in lacs	Rs in lacs
Discount rate	6.62%	7.71%
Expected rate of return on assets	N/A	N/A
Future salary increases	6%	6%
Mortality Rate	IALM 2006-2008 ULTIMATE	IALM 2006-2008 ULTIMATE

**Contribution to defined contribution plans recognized as expense are as under :**

Particulars	March 31, 2020	March 31, 2019
	Rs in lacs	Rs in lacs
Contribution to Provident and other fund	0.02	0.19
Contribution to Employees State Insurance	0.02	0.14

**Assumptions sensitivity analysis for significant assumptions is as below:**

Assumptions Sensitivity Level	March 31, 2020	March 31, 2019
	Rs in lacs	Rs in lacs
<b>Discount Rate</b>		
Increase by 0.5%	0.46	0.35
Decrease 0.5%	0.51	0.40
<b>Expected rate of change in compensation level of covered employees</b>		
Increase by 0.5%	0.51	0.40
Decrease 0.5%	0.46	0.35
<b>Mortality Rate</b>		
Increase by 0.5%	0.49	0.38
Decrease 0.5%	0.48	0.38
<b>Attrition Rate</b>		
Increase by 0.5%	0.48	0.38
Decrease 0.5%	0.48	0.38

**Expected payment for future years**

	March 31, 2020	March 31, 2019
	Rs in lacs	Rs in lacs
Within the next 12 months (next annual reporting period)	0.01	0.00
Between 2 and 5 years	0.03	0.02
Between 5 and 10 years	0.03	0.03
Beyond 10 years	1.00	1.25
<b>Total expected payments</b>	<b>1.06</b>	<b>1.31</b>

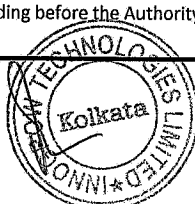
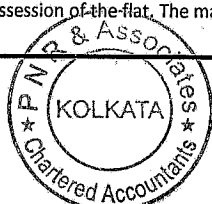
Discount rate: The discount rate is based on the 5 years government bond yields as at the balance sheet date for the estimated term of the obligations.

Expected rate of return on plan assets: This is based on the expectation of the average long term rate of return expected on investments of the fund during the estimated term of the obligations.

Salary escalation rate: The estimates of future salary increases considered taking into account the inflation, seniority, promotion and other relevant factors

**23. Contingent liabilities, commitments and leasing arrangements**
**23.a. Commitments**

The company has given the capital advance of Rs. 106.63 lacs for Residential Flats at Andul, Howrah. The builder has failed to give possession of the concerned flats within the due time as agreed by them. The Company has filed a petition with the Housing Industry Regulatory Authority, West Bengal (Authority) for delayed possession which includes a claim of compensation of delayed possession of the flat. The matter is pending before the Authority.



**INNOGROW TECHNOLOGIES LIMITED**
**Notes to Financial Statements as at and for the year ended March 31, 2020**
**23.b. Contingent Liabilities**

Claims against the Company not acknowledged as debts:

**Particulars**

	March 31, 2020 Rs in lacs	March 31, 2019 Rs in lacs	1st April 2018 Rs in lacs
Bank Guarantee outstanding in favour of West Bengal State Electricity Distribution Company Limited	-	-	20.99
Service tax demand under appeal	-	5.43	5.43
<b>Total</b>	<b>-</b>	<b>5.43</b>	<b>26.42</b>

**24. Name of related parties and description of relationship**
**i) Related parties where control exists**
**a) Holding Company**

Sastasundar Ventures Limited

**b) Subsidiary Company**

MyJoy Technologies Private Limited (w.e.f. 3rd December, 2018)

**ii) Other related parties with whom transactions have taken place during the year**
**a) Fellow subsidiary companies / entity**

Microsec Resources Private Limited

Sastasundar Healthbuddy Limited

Sastasundar Marketplace Limited

Retailer Shakti Supply Chain Private Limited

Happymate Foods Limited

Genu Path Labs Limited

Microsec Wealth Management Limited

**b) Limited Liability Partnership**

Microsec Invictus Advisors LLP

Alokik Advisory Services LLP

Dreamscape Advisors LLP

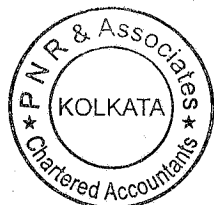
Ruchika Advisory Services LLP

Stuti Advisory Services LLP

Innogrow Partners LLP (w.e.f, 23rd May, 2018)

**Related party transactions during the year:**

Sl.No	Related Parties	Nature of Transactions	Transactions during the year ended 31 March, 2020	Transactions during the year ended 31 March, 2019	Rs. In Lacs (Payable)/Receivable		
					March 31, 2020	March 31, 2019	April 01, 2018
1	Sastasundar Ventures Limited	Investment in Equity Share Capital of MyJoy Technologies Private Limited	-	388.12	-	-	-
2	Sastasundar Healthbuddy Limited	Sale of Equity Share Capital of Retailer Shakti Supply Chain Private Limited	-	0.11	-	-	-
		Sale of Compulsorily Convertible Debentures of Retailer Shakti Supply Chain Private Limited	-	19.87	-	-	-
		Rental Income	61.86	28.48	-	-	-
		Office Maintenance Income	0.68	4.24	-	-	-
		Electricity Charges Reimbursement	16.84	9.11	-	-	-
		Payable towards Gratuity Fund	-	3.08	-	-	-
		Amount Receivables	-	-	1.04	1.26	-
3	Sastasundar Marketplace Limited	Rental Income	48.77	59.93	-	-	-
		Office Maintenance Income	0.53	8.93	-	-	-
		Electricity Charges Reimbursement	15.43	23.33	-	-	-
		Amount Receivables	-	-	1.19	1.14	-



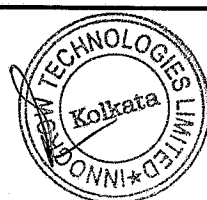
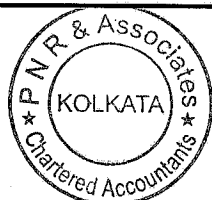
**INNOGROW TECHNOLOGIES LIMITED**
**Notes to Financial Statements as at and for the year ended March 31, 2020**
**Related party transactions during the year:**

Rs. In Lacs

Sl.No	Related Parties	Nature of Transactions	Transactions during the year ended 31 March, 2020	Transactions during the year ended 31 March, 2019	(Payable)/Receivable		
					March 31, 2020	March 31, 2019	April 01, 2018
4	Genu Path Labs Limited	Rental Income	20.80	13.88	-	-	-
		Office Maintenance Income	0.34	3.89	-	-	-
		Electricity Charges	14.70	5.27	-	-	-
		Reimbursement	-	-	-	-	-
		Amount Receivables	-	-	1.15	0.97	-
5	Happymate Foods Limited	Rental Income	7.86	2.82	-	-	-
		Office Maintenance Income	0.07	0.42	-	-	-
		Electricity Charges	2.40	0.90	-	-	-
		Reimbursement	-	-	-	-	-
		Amount Receivables	-	-	8.28	0.21	-
6	Retailer Shakti Supply Chain Private Limited	Rental Income	7.86	0.49	-	-	-
		Office Maintenance Income	0.07	0.07	-	-	-
		Electricity Charges	2.40	0.21	-	-	-
		Reimbursement	-	-	-	-	-
		Amount Receivables	-	-	0.15	0.21	-
7	Microsec Invictus Advisors LLP	Investment in Limited Liability Partnership	0.50	2.00	1,148.54	1,396.47	1,472.72
		Redemption from Investment in Limited Liability Partnership	236.50	230.00	-	-	-
		Share of Profit/(Loss) From Limited Liability Partnership	(11.93)	151.75	-	-	-
		Amount Payable	-	-	-	-	-
8	Alokik Advisory Services LLP	Investment in Limited Liability Partnership	0.25	0.15	134.79	134.88	134.79
		Share of Profit/(Loss) From Limited Liability Partnership	(0.34)	(0.05)	-	-	-
9	Dreamscape Advisors LLP	Investment in Limited Liability Partnership	6.90	10.00	74.99	77.09	81.94
		Redemption from Investment in Limited Liability Partnership	10.00	11.50	-	-	-
		Share of Profit/(Loss) From Limited Liability Partnership	1.01	(3.35)	-	-	-
		Amount Payable	-	-	-	-	-
10	Ruchika Advisory Services LLP	Investment in Limited Liability Partnership	1.40	0.26	0.10	0.10	0.10
		Redemption from Investment in Limited Liability Partnership	0.80	-	-	-	-
		Share of Profit/(Loss) From Limited Liability Partnership	(0.35)	(0.62)	-	-	-
		Amount Payable	-	-	0.95	1.21	0.85
		Amount Receivable	-	-	-	-	-
11	Innogrow Partners LLP	Investment in Limited Liability Partnership	0.10	10.10	0.28	1.60	-
		Redemption from Investment in Limited Liability Partnership	1.41	8.50	-	-	-
		Share of Profit/(Loss) From Limited Liability Partnership	(0.01)	(0.00)	-	-	-
		Amount Payable	-	-	-	-	-
12	Stuti Advisory Services LLP	Investment in Limited Liability Partnership	0.90	1.65	32.80	34.76	36.46
		Redemption from Investment in Limited Liability Partnership	-	0.24	-	-	-
		Share of Profit/(Loss) From Limited Liability Partnership	(2.86)	(3.11)	-	-	-
		Amount Payable	-	-	-	-	-

**Terms and conditions of transactions with related parties**

The sales to and purchases from related parties are made on terms equivalent to those that prevail in arm's length transactions. There have been no guarantees provided or received for any related party receivables or payables except as disclosed above.



(iii) The Company is partner in various LLP's. The details of Company's share of Profit/(Loss) for the year ended March 31, 2020 from the LLP's is as under :

Name of the Limited Liability Partnership	% of Share of Profit/ (Loss) in LLPs	Share of Profit/ (Loss)
Microsec Invictus Advisors LLP	99%	(11.93)
Alokik Advisory Services LLP	99%	(0.34)
Dreamscape Advisors LLP	99%	1.01
Ruchika Advisory Services LLP	1%	(0.35)
Innogrow Partners LLP	1%	(0.01)
Stuti Advisory Services LLP	99%	(2.86)
<b>Total</b>		<b>(14.47)</b>

(iv) The Company has an investment of Rs. 0.28 lacs in Innogrow Partners LLP as a partner. The Designated partners of Innogrow Partners LLP has passed a resolution on 29th February, 2020 and decided to wind up the affairs of the LLP by making an application for striking- off the name of the LLP under Section 75 of the Limited Liability Partnership Act, 2008, since the LLP is not carrying on its business w.e.f 18th January, 2018. Further, as at 31.03.2020, the application for striking- off of the name of the LLP was pending with Ministry of Corporate Affairs for approval.

**25. Segment reporting**

As per IND As 108- "Operating Segment", segment information has been provided under the notes to Consolidated Financial Statements of Sastasundar Ventures Limited.

**26. Fair values**

Set out below, is a comparison by class of the carrying amounts and fair value of the Company financial instruments, other than those with carrying amounts that are reasonable approximations of fair values:

Particulars	Carrying Value as at			Fair Value as at		
	March 31, 2020	March 31, 2019	April 01, 2018	March 31, 2020	March 31, 2019	April 01, 2018
<b>(i) Financial Assets</b>						
<b>a) Measured at FTPL</b>						
Non- Current Investments in Quoted Equity Shares	-	192.28	28.55	-	192.28	28.55
Current Investments in Quoted Equity Shares	241.99	-	-	241.99	-	-
Current Investments in Unquoted mutual funds	152.22	106.39	-	152.22	106.39	-
<b>b) Measured at Amortized Cost</b>						
-Cash and cash equivalents	141.75	5.90	359.05	141.75	5.90	359.05
-Bank Balances other than cash and cash equivalents	21.00	21.00	21.00	21.00	21.00	21.00
-Non- Current Investments	1,779.62	2,033.02	1,742.16	1,779.62	2,033.02	1,742.16
-Current Investments	100.00	-	-	100.00	-	-
- Other financial assets	95.99	28.13	7.72	95.99	28.13	7.72
<b>Total Financial assets</b>	<b>2,532.57</b>	<b>2,386.72</b>	<b>2,158.48</b>	<b>2,532.57</b>	<b>2,386.72</b>	<b>2,158.48</b>
<b>(ii) Financial Liabilities</b>						
<b>a) Measured at Amortized Cost</b>						
-Trade payables	7.09	8.58	4.16	7.09	8.58	4.16
-Other financial liabilities	3.89	3.87	2.39	3.89	3.87	2.39
<b>Total Financial liabilities</b>	<b>10.98</b>	<b>12.45</b>	<b>6.55</b>	<b>10.98</b>	<b>12.45</b>	<b>6.55</b>

The management assessed that cash and cash equivalents, trade receivables, trade payables, bank overdrafts and other current liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments.

**26.1. Valuation principles**

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions (i.e., an exit price), regardless of whether that price is directly observable or estimated using a valuation technique.

In order to show how fair values have been derived, financial instruments are classified based on a hierarchy of valuation techniques, as explained in Note 26.

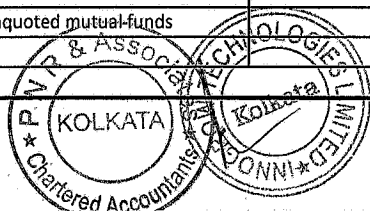
**27. Fair Value Hierarchy of assets and liabilities**

I. The carrying amount and fair value measurement hierarchy for assets and liabilities as at March 31, 2020 is as follows:

Particulars	Fair Value through Profit & Loss Accounts					
	Carrying Value	Fair Value	Level - 1	Level - 2	Level - 3	Total
Current Investments in Quoted Equity Shares	241.99	241.99	241.99	-	-	241.99
Current Investments in Unquoted mutual funds	152.22	152.22	-	152.22	-	152.22
<b>Total</b>	<b>394.21</b>	<b>394.21</b>	<b>241.99</b>	<b>152.22</b>	<b>-</b>	<b>394.21</b>

II. The carrying amount and fair value measurement hierarchy for assets and liabilities as at March 31, 2019 is as follows:

Particulars	Fair Value through Profit & Loss Accounts					
	Carrying Value	Fair Value	Level - 1	Level - 2	Level - 3	Total
Non- Current Investments in Quoted Equity Shares	192.28	192.28	192.28	-	-	192.28
Current Investments in Unquoted mutual funds	106.39	106.39	-	106.39	-	106.39
<b>Total</b>	<b>298.67</b>	<b>298.67</b>	<b>192.28</b>	<b>106.39</b>	<b>-</b>	<b>298.67</b>



III. The carrying amount and fair value measurement hierarchy for assets and liabilities as at April 01, 2018 is as follows:

**Assets**

Particulars	Fair Value through Profit & Loss Accounts					
	Carrying Value	Fair Value	Level - 1	Level - 2	Level - 3	Total
Non- Current Investments in Quoted Equity Shares	28.55	28.55	28.55	-	-	28.55
<b>Total</b>	<b>28.55</b>	<b>28.55</b>	<b>28.55</b>	<b>-</b>	<b>-</b>	<b>28.55</b>

**27.1. Valuation technique used**

Investment in Unquoted mutual funds

The majority of equity instruments are actively traded on public stock exchanges with readily available active prices on a regular basis. Such instruments are classified as Level 1. Units held in funds are measured based on their published net asset value (NAV), taking into account redemption and/or other restrictions. Such instruments are generally Level 2. Equity instruments in non-listed entities included investment in private equity funds are initially recognised at transaction price and re-measured (to the extent information is available) and valued on a case-by-case and classified as Level 3.

There have been no transfer between Level 1, 2 and 3 during the year ended March 31, 2020 and March 31, 2019.

**28. Financial risk management objectives and policies**

The Company's financial liabilities comprise loans and borrowing and other payables. The main purpose of these financial liabilities is to finance the Company's operation. The Company's financial assets include loans, trade & other receivables and cash & cash equivalents. The Company is exposed to market risk, credit risk and liquidity risk. The Company's senior management has the overall responsibility for establishing and governing the Company's financial risk management framework and developing and monitoring the Company's financial risk management policies. The Company's financial risk management policies are established to identify and analyze the risks faced by the Company, to set and monitor appropriate controls.

**28.1. Market Risk**

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three type of risk i.e. currency risk, interest rate risk and other price risk such as commodity price risk and equity price risk. Financial instruments affected by market risk include trade payable, trade receivables, borrowings etc. Currency risk is not applicable to the Company it is not involved in substantial foreign currency transactions. Interest Rate risk is not applicable to the Company as it has not taken any debt.

**28.1.1 Price Risk**

The Company's mutual funds and non-listed equity securities are susceptible to market price risk arising from uncertainties about future values of the investment securities. The Company manages the equity price risk through diversification and by placing limits on individual and total instruments. Reports on the portfolio are submitted to the Company's senior management on a regular basis. The Company's Board of Directors reviews and approves all investment decisions.

**28.2. Credit Risk**

Credit risk is the risk that counterparty will not meet its obligations resulting in financial loss to the Company. Credit risk arises primarily from financial assets such as trade receivables, bank balances, loans, investments and other financial assets. At each reporting date, the Company measures loss allowance for certain class of financial assets based on historical trend, industry practices and the business environment in which the Company operates.

Customer credit risk is managed by the Company's established policy, procedures and control relating to customer credit risk management. Outstanding customer receivables are regularly monitored and credit quality of a customer is assessed and individual credit limits are defined in accordance with this assessment. Credit risk arising from investments, financial instruments and balances with banks is limited because the counterparties are banks and recognised financial institutions with high credit worthiness.

**28.3. Liquidity Risk**

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due. Management monitors rolling forecasts of the Company's liquidity position and cash and cash equivalents on the basis of expected cash flows. The Company takes into account the liquidity of the market in which the entity operates.

**Maturities of Financial Liabilities :**

The table below analyzes the Company's Financial Liabilities into relevant maturity groupings based on their contractual maturities

**As at March 31, 2020**

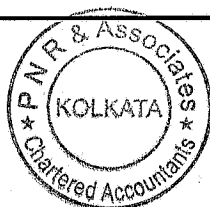
	Within 12 months	After 12 months	Total
<b>Financial Liabilities</b>			
Trade Payables	7.09	-	7.09
Other Current Financial Liabilities	3.89	-	3.89

**As at March 31, 2019**

	Within 12 months	After 12 months	Total
<b>Financial Liabilities</b>			
Trade Payables	8.58	-	8.58
Other Current Financial Liabilities	3.87	-	3.87

**As at March 31, 2018**

	Within 12 months	After 12 months	Total
<b>Financial Liabilities</b>			
Trade Payables	4.16	-	4.16
Other Current Financial Liabilities	2.39	-	2.39



29. Deferred Tax Asset has not been recognised in these accounts in view of the accounting policy specified in accounting policies in Note 2.2 (e) in Accounting Policies.

30. Minimum Alternate Tax (MAT) credit entitlement of Rs. 180.78 Lacs (March 31, 2019: 180.78 Lacs, April 01, 2018: Rs. 180.78 Lacs) related to earlier financial years although available as tax credit for set off in future years as per Income Tax Act, 1961, has not been accounted for in view of accounting policy specified in Note 2.2(e) herein.

31. The Company has received government grant under West Bengal IT Incentive Scheme (2009) amounting to Rs. 28.22 Lacs (2018-19- Rs. 14.11 Lacs) against State Capital Investment subsidy which was capitalised in the year 2013-14 under the head "Building/Office Premises" under Investment Property. The Company has opted to reduce the government grant from the cost of Investment Property and depreciation charge of Rs. 6.25 Lacs (2018-19 Rs. 2.56 Lacs) pertaining to earlier years has been adjusted against "Depreciation and Amortisation Expense". The Company has also received government grant of Rs. 7.77 Lacs in the previous year against Electricity Duty subsidy which have been disclosed under the head "Other Income".

### 32. First-time adoption of Ind AS

These financial statements, for the year ended March 31, 2020, are the first annual Ind AS financial statements, the Company has prepared in accordance with Ind AS, with date of transition being April 01, 2018. For periods up to and including the year ended March 31, 2019, the Company prepared its financial statements in accordance with accounting standards notified under section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules, 2014 (Indian GAAP or previous GAAP).

Accordingly, the Company has prepared financial statements which comply with Ind AS applicable for periods ending on March 31, 2020, together with the comparative period data as at and for the year ended March 31, 2019, as described in the summary of significant accounting policies. In preparing these financial statements, the Company's opening balance sheet was prepared as at April 01, 2018, the Company's date of transition to Ind AS. This note explains the principal adjustments made by the Company in restating its Indian GAAP financial statements, including the balance sheet as at April 01, 2018 and the previously published Indian GAAP financial statements as at and for the year ended March 31, 2019.

#### Exemptions applied

Ind AS 101 "First-time Adoption of Indian Accounting Standards" allows first-time adopter certain exemptions from the retrospective application of certain requirements under Ind AS. The Company has applied the following exemptions:

#### Ind AS optional exemptions

##### 1. Deemed cost

Ind AS 101 permits a first time adopter to elect to continue with the carrying value for all of its Property, plant and equipment and intangible assets as recognised in the financial statements as at the date of transition to Ind AS, measured as per the previous GAAP and use that as its deemed cost as at the date of transition.

Accordingly, since there is no change in the functional currency, the Company has elected to continue with the carrying value for all of its Property, plant and equipment and intangible assets, as recognised in its Indian GAAP financials, as deemed cost at the transition date.

2. The Company has elected to measure investment in equity instruments of subsidiaries at deemed cost, which is the previously applicable Indian GAAP carrying amount, as on the date of transition.

#### Ind AS mandatory exceptions

##### 1. Estimates

An entity's estimates in accordance with Ind AS at the date of transition to Ind AS shall be consistent with estimates made for the same date in accordance with previous GAAP, unless there is objective evidence that those estimates were in error.

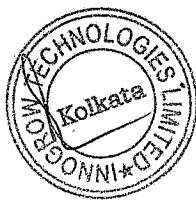
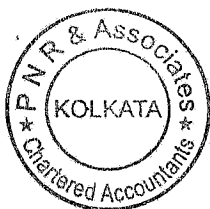
Ind AS estimates as at April 01, 2018 are consistent with the estimates as at the same date made in the conformity with previous GAAP. The estimates used by the Company to present these amounts in accordance with Ind AS reflect conditions at April 01, 2018, the date of transition to Ind AS and as of March 31, 2019.

##### 2. Classification and measurement of financial assets

Ind AS 101 requires an entity to assess classification and measurement of financial assets on the basis of the facts and circumstances that exist at the date of transition to Ind AS.

#### Reconciliations between previous GAAP and Ind AS

Ind AS 101 requires an entity to reconcile equity, total comprehensive income and cash flows for prior periods. The following tables represent the reconciliations from previous GAAP to Ind AS:



Reconciliation of Balance sheet as at April 1, 2018

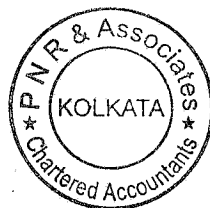
Particulars	Foot note	Indian GAAP	Adjustments	Rs. In Lacs
				Ind-AS
<b>ASSETS</b>				
<b>Non-current assets</b>				
(a) Property, plant and equipment	2	1,407.73	(1,354.52)	53.21
(b) Intangible Assets	2	19.58	(19.58)	-
(c) Investment Property	2	-	1,374.10	1,374.10
(d) Financial assets				
- Investment	1,4	1,780.99	(10.28)	1,770.71
- Other Financial assets		7.58	-	7.58
(e) Other non-current assets		100.00	-	100.00
		<b>3,315.88</b>	<b>(10.28)</b>	<b>3,305.60</b>
<b>Current assets</b>				
(a) Financial assets				
(i) Cash and cash equivalents		359.05	-	359.05
(ii) Bank Balance other than Cash and cash equivalents		21.00	-	21.00
(iii) Other Financial Assets		0.14	-	0.14
(b) Other current assets		60.75	-	60.75
(c) Current Tax Assets		55.19	-	55.19
		<b>496.13</b>	<b>-</b>	<b>496.13</b>
<b>Total assets</b>		<b>3,812.01</b>	<b>(10.28)</b>	<b>3,801.73</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
(a) Equity Share capital		33.10	-	33.10
(b) Other Equity	7	2,570.03	1,189.12	3,759.15
<b>Total equity</b>		<b>2,603.13</b>	<b>1,189.12</b>	<b>3,792.25</b>
<b>LIABILITIES</b>				
<b>Non-current liabilities</b>				
(a) Financial liabilities				
(i) Borrowings	3	1,199.99	(1,199.99)	-
		<b>1,199.99</b>	<b>(1,199.99)</b>	<b>-</b>
<b>Current liabilities</b>				
(a) Financial liabilities				
(i) Trade Payables				
(a) Total Outstanding dues to Micro enterprises and small enterprises		-	-	-
(b) Total Outstanding dues to creditors other than Micro enterprises and small enterprises		4.16	-	4.16
(ii) Other current financial liabilities	4	1.80	0.59	2.39
(b) Other current liabilities		2.93	-	2.93
		<b>8.89</b>	<b>0.59</b>	<b>9.48</b>
<b>Total liabilities</b>		<b>1,208.88</b>	<b>(1,199.40)</b>	<b>9.48</b>
<b>Total equity and liabilities</b>		<b>3,812.01</b>	<b>(10.28)</b>	<b>3,801.73</b>



**INNOGROW TECHNOLOGIES LIMITED**
**Notes to Financial Statements as at and for the year ended March 31, 2020**
**Reconciliation of Balance sheet as at March 31, 2019**

Rs. In Lacs

Particulars	Foot note	Indian GAAP	Adjustments	Ind-AS
<b>ASSETS</b>				
<b>Non-current assets</b>				
(a) Property, plant and equipment	2	1,276.64	(1,229.35)	47.29
(b) Intangible Assets	2	5.27	(5.27)	-
(c) Investment Property	2	-	1,234.62	1,234.62
(d) Financial assets				
- Investment	1,4	2,174.61	50.69	2,225.30
- Other Financial assets		27.07	-	27.07
(e) Other non-current assets		106.63	-	106.63
		<b>3,590.22</b>	<b>50.69</b>	<b>3,640.91</b>
<b>Current assets</b>				
(a) Financial assets				
(i) Cash and cash equivalents		5.90	-	5.90
(ii) Bank Balance other than Cash and cash equivalents		21.00	-	21.00
(iii) Investments	1	104.78	1.61	106.39
(iv) Other Financial Assets		1.06	-	1.06
(b) Other current assets		55.60	-	55.60
(c) Current Tax Assets		49.02	-	49.02
		<b>237.36</b>	<b>1.61</b>	<b>238.97</b>
<b>Total assets</b>		<b>3,827.58</b>	<b>52.30</b>	<b>3,879.88</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
(a) Equity Share capital		33.10	-	33.10
(b) Other Equity	7	2,581.77	1,251.66	3,833.43
<b>Total equity</b>		<b>2,614.87</b>	<b>1,251.66</b>	<b>3,866.53</b>
<b>LIABILITIES</b>				
<b>Non-current liabilities</b>				
(a) Financial liabilities				
(i) Borrowings	3	1,199.99	(1,199.99)	-
		<b>1,199.99</b>	<b>(1,199.99)</b>	<b>-</b>
<b>Current liabilities</b>				
(a) Financial liabilities				
(i) Trade Payables				
(a) Total Outstanding dues to Micro enterprises and small enterprises		-	-	-
(b) Total Outstanding dues to creditors other than Micro enterprises and small enterprises		8.58	-	8.58
(ii) Other current financial liabilities	4	3.24	0.63	3.87
(b) Other current liabilities		0.90	-	0.90
		<b>12.72</b>	<b>0.63</b>	<b>13.35</b>
<b>Total liabilities</b>		<b>1,212.71</b>	<b>(1,199.36)</b>	<b>13.35</b>
<b>Total equity and liabilities</b>		<b>3,827.58</b>	<b>52.30</b>	<b>3,879.88</b>

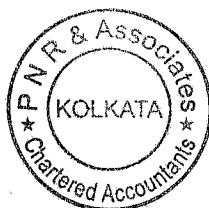


**INNOGROW TECHNOLOGIES LIMITED**
**Notes to Financial Statements as at and for the year ended March 31, 2020**
**Reconciliation of profit or loss for the year ended March 31, 2019**

		Rs. In Lacs		
Particulars	Foot note	Indian GAAP	Adjustments	Ind-AS
<b>Income</b>				
I. Share of Profit from LLPs	4	84.10	60.52	144.62
II. Other Income	1,5	150.60	5.98	156.58
III. Total income (I+II)		<b>234.70</b>	<b>66.50</b>	<b>301.20</b>
<b>IV. Expenses</b>				
Employee benefits expense		31.30	-	31.30
Depreciation		131.52	-	131.52
Other Expenses		59.58	-	59.58
Total expenses (IV)		<b>222.40</b>	<b>-</b>	<b>222.40</b>
V. Loss before Tax and Exceptional Items for the year ( III-IV )		<b>12.30</b>	<b>66.50</b>	<b>78.80</b>
VI. Exceptional Items		-	-	-
VII. Loss before Tax for the year ( V - VI )		<b>12.30</b>	<b>66.50</b>	<b>78.80</b>
<b>VIII. Tax Expense</b>				
Current tax		-	-	-
Income Tax for earlier years		0.56	-	0.56
IX. Loss for the year ( VII -VIII )		<b>11.74</b>	<b>66.50</b>	<b>78.24</b>
<b>X. Other Comprehensive Income (OCI)</b>				
<b>Other comprehensive income not to be reclassified to profit or loss in subsequent periods:</b>				
Re-Measurement gains on defined benefit plans	6	-	(3.96)	(3.96)
<b>Other comprehensive income/(loss) for the year, net of income tax</b>		<b>-</b>	<b>(3.96)</b>	<b>(3.96)</b>
XI. Total Comprehensive Income for the year (IX+X)		<b>11.74</b>	<b>62.54</b>	<b>74.28</b>
<b>Earnings per equity share</b>				
Basic (Rs.)		3.55	-	23.64
Diluted (Rs.)		2.26	-	15.03

**Reconciliation of Other Equity as on March 31, 2019 and April 01, 2018**

Income	As at March 31, 2019	As at April 1, 2018	Profit Reco for the year ended March 31, 2019
Balance of Other Equity under IGAAP	2,581.77	2,570.03	11.74
<b>Add: Ind AS Adjustments</b>			
Compulsorily Convertible zero coupon Debentures reclass to other equity	1,199.99	1,199.99	-
Fair Valuation of Quoted equity shares	3.32	2.91	0.41
Fair Valuation of Unquoted Mutual Fund	1.61	-	1.61
Share of Profit/Loss of IND Adjustments Transition in LLPs (Refer Note 4)	46.74	(13.78)	60.52
<b>Balance of Other Equity under Ind AS</b>	<b>3,833.43</b>	<b>3,759.15</b>	<b>74.28</b>



The previous GAAP figures have been reclassified to confirm to Ind AS presentation requirements for the purpose of this note.

#### 1. Fair valuation of Investments

Under Indian GAAP, the Company has accounted for Investments in Quoted equity shares and Unquoted mutual funds as investment measured at cost less provision for other than temporary diminution in the value of investments. Under Ind AS, the Company has recognised the the investments as FVTPL and accordingly gain/(loss) on fair valuation has been recognised in Statement on profit & loss.

#### 2. Investment Property

After application of IndAS 116 with effect from April 01, 2018, certain Property, Plant & Equipment & Intangibles assets has been regrouped as part of Investment Property.

#### 3. Instruments entirely Equity in nature

The Company has issued Cumulative Compulsory Convertible Zero Coupon Debentures. Under Indian GAAP, the debentures were classified as Borrowings. However, under Ind AS, Cumulative Compulsory Convertible Debentures are to be separated into liability and equity components based on the terms of the contract. Since these instruments are completely Equity in nature with no liability component as they would be settled by delivering fixed number of its own Equity Shares, hence they have been shown separately in Balance sheet as a part of Equity.

#### 4. Non- Current Investments

Non- Current Investments includes Investments in LLPs. Investments in LLPs at April 1, 2018 and March 31, 2019 has been adjusted with respective share of profit/ Loss on Ind AS transition adjustments in the respective LLPs.

The impact of Share of Profit/ (Loss) due to IND AS transition on Investments in Ruchika Advisory Services LLP and Microsec Invictus Advisors LLP as on April 01, 2018 was Rs. (0.59) Lacs and (13.19) Lacs respectively. There was no impact of share of Profit/ (Loss) due to IND AS Transition on Investments in Stuti Advisory Services LLP, Alokik Advisory Services LLP and Dreamscape Advisory Services LLP as on April 01, 2018.

The impact of Share of Profit/ (Loss) due to IND AS transition on Investments in Ruchika Advisory Services LLP and Microsec Invictus Advisors LLP for the year ended 31.03.2019 was Rs. (0.04) Lacs and 60.56 Lacs respectively. There was no impact od share of Profit/ (Loss) due to IND AS Transition on Investments in Stuti Advisory Services LLP, Alokik Advisory Services LLP and Dreamscape Advisory Services LLP for the year ended 31.03.2019

#### 5. Re-measurements of post-employment benefit obligations

Under Ind AS, re-measurements i.e. actuarial gains and losses and the return on plan assets, excluding amounts included in the net interest expense on the net defined benefit liability are recognised in Other Comprehensive Income (OCI) instead of profit or loss. Under the previous GAAP, these re-measurements were forming part of the profit or loss for the year. As a result of this change there is no impact on the total equity as at April 01, 2018.

#### 6. Other comprehensive income

Under Ind AS, all items of income and expense recognised during the year should be included in profit or loss for the year, unless a standard requires or permits otherwise. Items of income and expense that are not recognised in profit or loss are shown in the statement of profit and loss as "other comprehensive income" (OCI). OCI for the Company includes re-measurements of defined benefit plans of Rs. 3.96 Lacs. The concept of other comprehensive income did not exist under previous GAAP.

#### 7. Retained Earnings

Retained Earnings as at April 1, 2018 and March 31, 2019 has been adjusted consequent to the above Ind AS transition

#### Summary of Significant Accounting Policies

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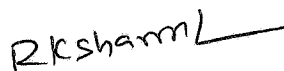
The accompanying notes are an integral part of the financial statements

As per our report of even date

For and on behalf of the Board of Directors



Banwari Lal Mittal  
Director  
DIN : 00365809



Ravi Kant Sharma  
Director  
DIN : 00364066

For P N R & Associates

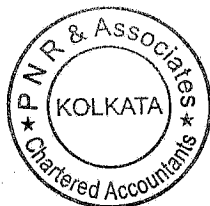
Chartered Accountants

Firm Registration No: 329373E



Rasik Singhania  
Partner

Membership No.: 064390



Place : Kolkata

Date: 27th June, 2020

