

50th ANNUAL REPORT

2022 - 2023

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BOARD OF DIRECTORS

A)	Chairman & Managing Director		
	Smt. Laxmi Chandra	:	From 27.10.2020 to 24.04.2022
	Smt. Julie Srivastava	:	From 09.05.2022 Onwards
B)	Directors		
	Shri Ravindra Badaya	:	From 28.01.2020 to 27.01.2023
	Smt. Kaushlaya Parmar	:	From 21.02.2020 to 20.02.2023
	Shri Aditya Kumar Ghosh	:	From 18.06.2021 Onwards
	Shri Naresh Kumar	:	From 20.03.2023 Onwards
C)	Executives		
	Shri Varun Kumar Shukla		General Manager (HO)
	Shri Sanjay Kumar Ojha	:	CFO & CS
	Shri D. Srinivasa. Rao	:	Deputy General Manager
D)	Auditors		
	M/s. Jain Chowdhary & Co.	:	Statutory Auditors for FY 2022-23
E)	Bankers		
		:	State Bank of India, Byculla Branch

Registered Office:

Byculla Iron Works,
Sir. J. J. Road,
Byculla, Mumbai – 400008.
Maharashtra.



NOTICE

Notice is hereby given that the 50th Annual General Meeting of the Members of Richardson & Cruddas (1972) Limited will be held on November 18, 2023 at 2 pm at registered office, Sir JJ Road, Byculla to consider following business as Ordinary Business:

1. To receive, consider, approve and adopt the Audited Financial Statements of the Company for the Financial Year ended 31st March 2023 along with the report of the Statutory Auditors and Comments of the CAG under section 143(6)(b) of the Companies Act, 2013 and the report of the Directors along with annexures thereon and to consider and if thought fit to pass the following Resolution as an "Ordinary Resolution".

"RESOLVED that the audited Financial Statements of the Company for the Financial Year ended 31st March 2023 along with the reports of the Auditors and Directors thereon along with comments of the Comptroller and Auditor General of India under Section 143(6)(b) of the Companies Act, 2013 be and are hereby approved and adopted."

2. To note the appointment of the Statutory Auditors Jain Chowdhary & Co. for the Financial Year ended 31st March 2024 as per the letter No. CA.V/COY/CENTRAL GOVT. RICHRD(1)/283 dated 13.09.2023 received from the CAG. To authorise Board of Directors to fix the remuneration of the Statutory Auditors for the FY 2023-24.

BY ORDER OF THE BOARD

sd/-

Sanjay Kumar Ojha
Company Secretary

Date: 18.11.2023

Place: Mumbai

Notes :

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy (proxies) need not be member (s) of the Company.



RICHARDSON & CRUDDAS (1972) LTD

RICHARDSON & CRUDDAS (1972) LIMITED MUMBAI

PROXY FORM

1. Shri _____, S/O. Shri _____ of do hereby appoint Shri _____ (or failing him) Shri _____ of _____ as my Proxy to attend and Vote for me and on my behalf at the 50th Annual General Meeting of the Company to be held on November 18, 2023 at 2.00 pm and at any adjournment thereof.

Signature: _____

Name: _____

Dated, this _____ day of _____ 2023



DIRECTORS' REPORT

The Shareholders

Richardson & Cruddas (1972) Limited

Gentlemen,

Your Directors have pleasure in presenting the 50th Annual Report of the Company together with the audited Statement of Accounts for the year ended 31st March 2023.

1. FINANCIAL PERFORMANCE:

The details of Company's financial performance are as hereunder:

Particulars	2022-23	2021-22
	(₹. in Crores)	(₹. in Crores)
Gross Sales (Net of Excise Duty)	29.11	32.52
Depreciation	0.31	0.34
Interest	NIL	NIL
PBT	16.99	25.44
Net Profit/(Loss) after tax	12.72	19.35
Income		
Revenue from operations	14.80	19.62
Expenditure		
Raw Material	0	0
Direct Operating Expenses	3.14	3.71
Change in Inventories of finished goods/stock	-	0.15
Employee benefits Expense	0.94	1.02
Other Expenses	3.83	6.34
Total Expenditure	7.91	10.16
Operating Profit	6.89	9.46
Add : Other Income	14.31	12.90
Less : Finance Cost	0	0
Deprn.	0.31	0.34
Prior Period	0.00	0.04
Profit after Depn. & Interest	20.89	21.98
Prior Period & Extra Ordinary Items Adjustment	(3.90)	(3.46)
Profit/(Loss) before Tax	16.99	25.44
Tax Expenses	4.27	6.10
Profit After Tax	12.72	19.35

2. OPERATIONS:

Company is carrying its engineering and business activities of offering its premises on daily rental basis for various events/ functions/ meetings etc. in accordance with the MoA and AoA. Company received letter dated 20.09.22 from MCGM vide which MCGM informed that the Jumbo Covid center has been closed with effect from July-22. However, the dismantling of both Byculla and Mulund premises continued upto Dec-22 and the premises were handed over back to Company by the end of Dec-22. Now, Company has resumed the business of offering premises on daily rental for events, shootings etc.

HPCL has vacated the corporate building of R&C on 31.12.2022. As the company is relying on the rental income as the major source of income, this has impacted the revenue of the Company.



Order position is getting affected due to stoppage of new order bookings by Chennai and Nagpur Units to comply with the cabinet decision dated 21.09.2016.

Currently, company is having only 3 employees on the payroll as on 31.03.2023

3. DIVIDEND PAYMENT:

Your directors decided to retain profit for contingencies and furtherance of business. Accordingly, Board does not recommend any dividend on the Equity Shares as also on 8% Redeemable Non-Cumulative Preference Shares during the Current Year.

4. IMPLEMENTAION OF CABINET DECISION DATED 21.09.2016

Company vide letter dated 02.02.21 has informed DHI since all state Govt. departments have resumed operations, DHI may convene 7th IMG meeting. However, second wave of COVID-19 affected the country no further IMG meeting held.

The Mumbai Collector issued order vide letter dated 29.03.2020 regarding requisitioning of R&C Byculla property for the purpose of quarantining COVID-19 patients under Epidemic Disease Act-1897. Further, MCGM has de-requisitioned Byculla premises as on 26.07.2022. Now Company has resumed the business of offering premises on daily rental for events, shootings etc.

Presently, the premises within the R&C building are leased out to Bank of India, State Bank of India and Canara Bank

MCGM issued an order vide letter dated 15.05.2020 regarding requisitioning of R&C Mulund property for the purposes of quarantining COVID-19 patients under Epidemic Disease Act-1897. MCGM de-requisitioned Mulund premises by the end of December-2022. Now Company has resumed the business of offering premises on daily rental for events, shootings etc.

Company has completed the title clearance of the Chennai land by signing the sale deed of the 3.3 acres land at 69-D, TANSIDCO Industrial Estate, Ambattur, Chennai on 28.06.2019.

Company vide letter dated 25.05.2020 has informed Department of Heavy Industries, Government of India about completion of formalities relating to title deeds of the 3.3 acres of Chennai land and land asset.

Various buildings and structures are present on the captioned land. Currently, Chennai unit is closed.

5. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE INFLOW AND OUTFLOW:

(A) Technology Absorption:

The Company has not undertaken any major technology up-gradation programme during the year.

(B) R&D And Quality:

Pursuant to Union Cabinet decision 2016, company is presently under restructuring and any R&D or quality initiative will be taken after restructuring process is concluded.

(C) Foreign Exchange Inflow & Outflow:

There is no foreign exchange inflow or outflow during the year.



(D) Energy:

Operations in your Company are not energy intensive. All possible efforts are being made to reduce energy consumption and costs and the same have been under control.

6. HUMAN SOURCES:

Industrial Relations continued to be cordial during the year. The manpower strength was 3 at the end of March, 2023.

7. SCHEDULE CASTE/TRIBES/OBC EMPLOYEES/PHYSICALLY HANDICAPPED PERSONS:

The Government directives in respect of SC/ST/OBC/Physically Handicapped persons are being regularly followed and implemented.

8. PARTICULARS OF EMPLOYEES:

None of the employees have drawn remuneration required to be reported under Section 134 of the Companies Act 2013, read with Companies (Particulars of Employees) Rules, 1988 during the year.

9. ENVIRONMENT POLLUTION CONTROL:

Your Company is fully committed to preventing pollution and protecting environment. Efforts were continued during the year to promote afforestation in Mulund and Nagpur unit of the Company where sufficient vacant land is available for the purpose.

10. VIGILANCE CELL:

Shri Shiv Pal Singh, IFS has been appointed as Chief Vigilance Officer (CVO) of the Company.

11. USE OF HINDI:

The Official Language Implementation Committee of the Company continued its efforts for promoting use of Hindi Language in accordance with Annual Programme for implementation of official language issued for the year 2022-23 by the Deptt. of Official Language, Ministry of Home Affairs, to encourage employees for progressive use of Hindi in day-to-day official work.

12. BOARD OF DIRECTORS – APPOINTMENT AND CESSATION.

DHI vide their letter No. 4(8)/2010-PE IV (Part. II) dated 09.05.2022, has handed over additional charge for the post of Chairman & Managing Director, Richardson & Cruddas (1972) Limited (R&C) to Smt Julie Srivastava, General Manager, (ROD-WR), BHEL, Mumbai. The tenure of Smt. Laxmi Chandra as CMD R&C ceased w.e.f 24.04.2022.

DHI vide letter No. 7(3)/98-PE.IV dated 18.06.2021 has appointed Shri Aditya Kumar Ghosh, as Part-time official Director on the Board of the Company vice Shri Rama Kant Singh ex- Deputy Secretary, DHI, w.e.f 18.06.2021

DHI vide letter No. 7(3)/98-PE.IV dated 20.03.2023 has appointed Shri Naresh Kumar, Deputy Secretary, as part-time official Director on the Board of the Company vice Smt. Praveen Gupta, Ex – Director w.e.f 20.03.2023

NUMBER OF BOARD MEETINGS HELD AND DATES ON WHICH THE SAME WERE HELD

The Meetings of the Board are normally held at the Company's registered office at Byculla, Mumbai and are scheduled well in advance. Written notice of each Board meeting is sent to all the Directors.



The Board meetings held during the year 2022-23 i.e. 21.05.2022, 8.10.2022, 31.10.2022, 09.02.2023, 27.03.2023.

Attendance of individual Directors at the Board Meetings and at the last Annual General Meeting is as follows:

Sl. No.	Name of the Director	No. of Board Meetings Attended	Attendance at the AGM 2021-22
1	Smt. Julie Srivastava	5	Yes
2	Shri Aditya Kumar Ghosh	5	Yes
3	Shri Naresh Kumar	1	NA
4	Smt. Parveen Gupta	1	No
5	Shri Ravindra Badaya (ceased w.e.f 27.01.2023)	3	No
6	Smt. Kaushalya Parmar (ceased w.e.f 20.02.2023)	4	No

13. AUDIT COMMITTEE:

The Company has constituted an Audit Committee in its 215th Board meeting held on 27.06.2014 as per Companies Act 2013, and same has been reconstituted time to time due to change in directorship of the Company.

1. Terms of reference:

The terms of reference of the Audit Committee specified by the Board are in conformity with the requirements of Section 177 of the Companies Act, 2013 and are as follows.

- i. Recommending to the Board about the appointment, reappointment and if required, the replacement/removal of the statutory auditors and fixation of the audit fees of the auditors to the extent applicable to Government Companies.
- ii. Oversight of the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statements are correct, sufficient, and reliable.
- iii. Reviewing with the Management, the Annual financial statements before submission to the Board for approval with particular reference to:
 - (a) Matters required to be included in the Directors Responsibility Statement to be included in the Board's report in terms of various provisions of the Companies Act, 2013 and applicable rules and accounting standards.
 - (b) Changes, if any in accounting policies, and practices and reasons for the same.
 - (c) Major accounting entries involving estimates based on the exercise of judgment by the management.
 - (d) Significant adjustments made in the financial statements arising out of audit findings.
 - (e) Disclosure of any related party transactions.
 - (f) Qualifications in the draft audit report.

- iv. Reviewing with the Management, the quarterly financial statements before submission to the Board for approval.
- v. Reviewing with the Management, performance of the Statutory and Internal Auditors, adequacy of the Internal controls and systems
- vi. Reviewing the adequacy of Internal audit functions including the structure of Internal Audit, its coverage and frequency.
- vii. Discussion with the Internal Auditors any significant findings and follow up thereon.
- viii. Reviewing and monitoring the auditors Independence and performance and the effectiveness of the audit processes employed.
- ix. To review and discuss the valuations of the undertakings or assets of the company, where necessary.
- x. Where applicable, to monitor the end use of funds raised through public offers and related matters
- xi. To discuss with Statutory Auditors/Internal Auditors the periodicity of Internal control systems and the nature and scope of audit as well as post audit discussion to ascertain areas of concern including observations of the Auditors.

2. Composition of Audit Committee, Names of Members and Chairman:

The Audit Committee comprised of the following members of the Board.

Sr. No.	Name of the Member	Designation of the Member in the Audit Committee
1	Shri Ravindra Badaya, Independent Director (ceased w.e.f 27.01.2023)	Chairman of the Audit Committee
2	Smt. Kaushlaya Parmar, Independent Director (ceased w.e.f 20.02.2023)	Member of the Audit Committee
3	Shri. Aditya Kumar Ghosh, Director	Member of the Audit Committee

14. Corporate Social Responsibility:

Detailed information on the Corporate Social Responsibility Policy developed and implemented by the Company on CSR initiatives taken during the year pursuant to section 135 of the Companies Act, 2013 is given in below:

1. Brief outline of Company's CSR Policy, including overview of projects or programs proposed to be undertaken and a reference to the web-link to the CSR Policy and projects or programmers. With the vision and philosophy of the GoI & in accordance with the detail guidelines of DPE on the Corporate Social Responsibility (CSR) activities, the Company tries to identify sustainable projects which will benefit the society over long periods. A detailed CSR Policy was framed by the Company on 22.02.2020, with approvals of the CSR Committee and Board of Directors. The Policy, inter alia, covers the following:
 - (I) Introduction
 - (II) Vision, Mission, Objective, Definition and Scope
 - (III) CSR & Sustainability Policy Statement
 - (IV) Structure
 - (V) Budget and Allocation
 - (VI) Implementation, Monitoring & Reporting



Composition of the CSR Committee: A Committee of the directors, titled 'Corporate Social Responsibility Committee', which was constituted by the Board at its meeting held on 22, February 2020 & and same has been reconstituted time to time due to change in directorship of the Company. Presently committee has following members:

- (I.) Sh. Ravindra Badaya, Part time Non Official Director Chairman of the Committee, (ceased w.e.f 27.01.2023)
- (II.) Sh. Aditya Kumar Ghosh, Member
- (III.) Smt. Julie Srivastava, Member
- (IV.) Smt. Kaushalya Parmar , Member(ceased w.e.f 20.02.2023)

2. During the year the Company has allocated ₹. 45.29 Lakhs for CSR activities. Out of such sum, ₹. 0.20 lakhs was transferred to PM CARE FUND on 31.03.2023 and balance ₹. 45.09 Lakhs was earmarked for specific CSR project. (previous year – ₹. 87.05 deposited on PM CARE FUND.
3. In case the Company fails to spend the 2% of the average net profit (INR) of the last three financial years, the reasons for not spending the amount shall be stated in the Board Report.
4. Responsibility statement of the CSR Committee that the implementation and monitoring of CSR Policy is in compliance with CSR objectives and Policy of the Company. The CSR Committee confirms that the implementation and monitoring of CSR Policy is in compliance with CSR objectives and Policy of the Company.

Annual report on CSR Activities (Annexure A)

15. AUDITORS:

M/s **Jain Chowdhary & Co.** has been appointed as Statutory Auditors of the Company for the FY 2022-23 as per CAG letter No. CA.V/COY/CENTRAL GOVT,RICHRD(1)/758 dated 01.09.2022. They also appointed as Statutory Auditors for the year ended 31st March 2024 vide CAG letter no. CA.V/COY/CENTRAL GOVT,RICHRD(1)/283 dated 13.09.2023.

The qualifications made by Statutory Auditors have been extensively reviewed by the Audit Committee and based on the recommendations of the Audit Committee, the same have been considered by the Board and corrective actions are being taken wherever necessary.

The comments of the Comptroller and Auditor General of India, under Section 139 of the Companies Act 2013 along with Review of Accounts by CAG are annexed to this report.

16. DIRECTORS' RESPONSIBILITY STATEMENT:

In pursuant to the requirement under Section 134 of the Companies Act, 2013 with respect to director's Responsibility Statement, it is hereby confirmed:

- i. That the preparation of annual accounts for the financial year ended 31st March 2023, the applicable accounting standards have been followed with proper explanation.
- ii. That the Directors had selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable and prudent so as to give a true and fair view of the state of the Company at the end of the financial year ended 31st March 2023 and of the profit and loss of the company for that period.



- iii. That the Directors had taken proper and sufficient care of the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- iv. That the Directors had prepared the annual accounts on a going concern basis.

That the Directors had devised a proper system to ensure Compliance with provisions of all applicable laws and that such systems were adequate and operating effectively.

17. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES REFERRED TO IN SECTION 188(1) IN THE PRESCRIBED FORM

There are no contracts or arrangements with related parties under section 188(1) of the Companies Act, 2013 during the financial year.

18. MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY WHICH HAVE OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR OF THE COMPANY TO WHICH THE FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT

There are no material changes that have occurred affecting the Financial Position of the Company.

19. DETAILS OF POLICY DEVELOPED AND IMPLEMENTED BY THE COMPANY ON ITS CORPORATE SOCIAL RESPONSIBILITY INITIATIVE

CSR policy of R&C is available on Company's website. Amount of Rs 45,28,851/- approved by the Board of Directors dated 27.03.2023 for construction of two nos 5 seated Sulabh Toilet Complex in Distt. Chaudauli & Distt Ghazipur (UP) respectively.

20. RISK MANAGEMENT POLICY

Board has reviewed risk management policy time to time as per requirement basis.

21. CHANGES IN SHARE CAPITAL

The Company has not issued any Equity Shares during the year under review.

22. CORPORATE GOVERNANCE

The report of corporate governance attached as Annexure B.

23. DISCLOSURE UNDER THE SEXUAL HARRASMENT OF WOMEN AT WORK PLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

The company has in place a policy for prevention of sexual harassment in accordance with the requirements of the Sexual Harassment of women at workplace (Prevention, Prohibition & Redressal) Act, 2013. Internal Complaints Committee has been set up to redress complaints received regarding sexual harassment. All employees (permanent, contractual, temporary, trainees) are covered under this policy. The Company did not receive any complain during the year 2022-23.



24. ACKNOWLEDGEMENT:

The Directors wish to express their thanks to various departments of the Central and State Governments, particularly the Ministry of Heavy Industries for the co-operation extended by them. The Directors also express their gratitude to C&AG, Principal Director of Commercial Audit & Ex-officio Member, Statutory Auditors, Internal Auditors and the Bankers. The Directors are grateful to the valued customers for their continued patronage and support.

The Directors also wish to place on record their appreciation of the dedicated efforts put in by the employees at all levels.

For and on behalf of the Board of Directors

Sd/-

(Julie Srivastava)

CHAIRMAN & MANAGING DIRECTOR,

DIN - 09623989

Date: 18.11.2023

Place: Mumbai

ANNEXURE – A

ANNUAL REPORT ON CSR ACTIVITIES (2022-23)

1. Brief outline on CSR Policy of the Company.

Your Company is having a policy on CSR in line with the requirements of the Companies Act, 2013. The objective of CSR policy is to strive for economic development that positively impacts the society at large with minimum resource footprint and to promote a comprehensive and integrated development through social and economic transformation.

2. Composition of CSR Committee:

Sr. No.	Name of Director	Designation / Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
1	Shri Ravindra Badaya (ceased w.e.f 27.01.2023)	Chairman of the CSR Committee, Independent Director	4	3
2	Shri Aditya Kumar Ghosh	Member, Govt Nominee Director	4	4
3	Smt Julie Srivastava	Member, CMD	4	4
4	Smt Kaushlaya Parmar (ceased w.e.f 20.02.2023)	Member ,Independent Director	4	3

3. Provide the web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company.

<http://www.rnc72.com/>

4. Provide the details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social responsibility Policy) Rules, 2014, if applicable (attach the report).
NOT APPLICABLE

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

Sl. No.	Financial Year	Amount available for set-off from preceding financial years (in ₹.)	Amount required to be set-off for the financial year, if any (in ₹.)
1	NIL	NIL	NIL
2	NIL	NIL	NIL
3	NIL	NIL	NIL
	TOTAL	NIL	NIL



6. Average net profit of the company as per section 135(5). :
(Amount in ₹.)

Financial Year	Profit /Loss
2021-22	25,44,49,704/-
2020-21	18,98,344/-
2019-20	24,06,79,603/-
Total profit	67,93,27,651/-
Avg. 3 yrs profit	22,64,42,550/-
Amt. to spend in CSR	45,28,851/-

7. (a) Two percent of average net profit of the company as per section 135(5) ₹. 45,28,851/-
(b) Surplus arising out of the CSR projects or programmes or activities of the previous financial years. NIL
(c) Amount required to be set off for the financial year, if any : NIL
(d) Total CSR obligation for the financial year (7a+7b- 7c). : ₹. 45,28,851/-

8. (a) CSR amount spent or unspent for the financial year:

Total Amount Spent for the Financial Year. (in ₹.)	Amount Unspent (in ₹.)				
	Total Amount transferred to Unspent CSR Account as per section 135(6).		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5).		
	Amount.	Date of transfer.	Name of the Fund	Amount.	Date of transfer.
18,31,937	26,96,915	27.10.2023	-	-	-

* For the FY 2022-23 company is required to spend ₹. 45,28,851/- towards CSR. Board in its meeting held on 27.03.2023 has approved for construction of two no's 5 seated Sulabh Toilet Complex in Distt. Chaudauli (UP) & Distt. Ghazipur (UP) respectively. Till now amount of ₹. 26,96,915 is transferred to "Sulabh International Social Service Organisation" & ₹. 19613 is transferred to "PM CARES FUND". However, Company has no such CSR account to transfer the unspent CSR amount.

Accordingly, provision for the same has been made. However, company has no separate CSR unspent account, the same amount is deposited in our current account. In the 252nd Board meeting held on 04.09.2023, the Board approved for opening of an current account for the said name with the Bank of India and transfer unspent CSR amount as per Section 135(6) of the Companies act 2013.

Accordingly, the unspent balance amount of ₹ 26,96,915 is transferred to CSR BOI Current Account as per Section 134(6) of the Companies Act 2013.

- (b) Details of CSR amount spent against ongoing projects for the financial year:



											Amount (in ₹.)	
(1)	(2)	(3)	(4)	(5)		(6)	(7)	(8)	(9)	(10)	(11)	
Sl. No.	Name of the Project.	Item from the list of activities in Schedule VII to the Act.	Local area (Yes/No).	Location of the project.		Project duration.	Amount allocated for the project (in ₹.).	Amount spent in the current financial Year (in ₹.).	Amount transferred to Unspent CSR Account for the project as per Section 135(6) (in ₹.).	Mode of Implementation-Direct (Yes/No).	Mode of Implementation - Through Implementing Agency	
				State	District						Name	CSR Registration number.
1.	Sulabh International Social services organisation	Promoting health care including sanitation	NO	UP	-	-	45,09,239	18,12,324	26,96,915	Yes	-	-
TOTAL							45,09,239	18,12,324	26,96,915			

(c) Details of CSR amount spent against other than ongoing projects for the financial year: NIL

										Amount (in ₹.)	
(1)	(2)	(3)	(4)	(5)		(6)	(7)	(8)			
Sl. No.	Name of the Project	Item from the list of activities in schedule VII to the Act.	Local area (Yes/No).	Location of the project.		Amount spent for the project (in Rs.).	Mode of implementation - Direct (Yes/No).	Mode of implementation - Through implementing agency.			
				State.	District.			Name.	CSR registration number.		
	PM CARE FUND	PM CARE	NA	-	-	19,613	NA	-	-		

- (d) Amount spent in Administrative Overheads : NIL
 (e) Amount spent on Impact Assessment, if applicable : NIL
 (f) Total amount spent for the Financial Year : 18,31,936/-
 (8b+8c+8d+8e)
 (g) Excess amount for set off, if any

Sl. No.	Particular	Amount (in ₹.)
(i)	Two percent of average net profit of the company as per section 135(5)	₹. 45,28,851
(ii)	Total amount spent for the Financial Year	18,31,937
(iii)	Excess amount spent for the financial year [(ii)-(i)]	NIL
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	NIL
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	NIL

9. (a) Details of Unspent CSR amount for the preceding three financial years: NIL

Sl. No.	Preceding Financial Year.	Amount transferred to Unspent CSR Account under section 135 (6) (in ₹.)	Amount spent in the reporting Financial Year (in ₹.).	Amount transferred to any fund specified under Schedule VII as per section 135(6), if any.			Amount remaining to be spent in succeeding financial years. (in ₹.)
				Name of the Fund	Amount (in ₹.).	Date of transfer.	
-	-	-	-	-	-	-	-
TOTAL		-	-	-	-	-	-

(b) Details of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s): NIL

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
Sl. No.	Project ID.	Name of the Project.	Financial Year in which the project was commenced.	Project duration.	Total amount allocated for the project (in ₹.).	Amount spent on the project in the reporting Financial Year (in ₹.).	Cumulative amount spent at the end of reporting Financial Year. (in ₹.)	Status of the project- Completed /Ongoing.
1.	-	-	-	-	-	-	-	-
2.	-	-	-	-	-	-	-	-
3.	-	-	-	-	-	-	-	-
TOTAL								

(Chief Financial Officer)	(Director) DIN:	(Chairman CSR Committee) DIN:	N.A. [Person specified under clause (d) of sub-section (1) of section 380 of the Act] (Wherever applicable).
Shri Sanjay Kumar Ojha	Smt Julie Srivastava DIN: 09623989	Shri Ravindra Badaya DIN : 01920694	-

10. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year : NIL
(asset-wise details).

- Date of creation or acquisition of the capital asset(s).
- Amount of CSR spent for creation or acquisition of capital asset.
- Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc.
- Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset).

11. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5) :

In the said rules, after annexure-II, following e-form shall be inserted, namely :



CORPORATE GOVERNANCE

Corporate governance implies the method or measures taken to govern the Company in such a manner so as to ensure more accountability of Board of Directors towards the Shareholders and other stakeholders. It has been drawn up defining the role of Board of Directors, establishing directors accountability to the Shareholders, investors and interest group setting out guidelines effective and new quality of performance, changing the face of relation between the board and for executive officers Your Company is committed to adopting the best global practices of Corporate Governance The philosophy of Corporate Governance as manifested in the Company's functioning is to achieve business excellence by enhancing long-term shareholders value and interest of its entire shareholders.

The Board of Directors of the company have developed and adopted Corporate Governance guidelines imposed by DPE guidelines for CPSE. The Board ensures that the company has necessary regulatory mechanism so that timely and accurate disclosure of information regarding the finance situation, performance, ownership and governance of the company is disclosed. As required by the Guidelines on Corporate Governance for Central Public-Sector Enterprises report on Corporate Governance is given below:

Richardson & Cruddas (1972) Limited philosophy on Corporate Governance endeavors to achieve highest levels transparency, integrity and equity, in all its operations The company believes that good Corporate Governance is essential for achieving long term corporate goals and enhancing stakeholder's value. The Company's business objective is to manufacture and market its products in such a way as create value that can be sustained over long term for all its stakeholders including shareholders employees, customers, Government, and the lenders.

Currently, pursuant to Union Cabinet decision dated 21.09.2016, Company is under restricting of operations.

BOARD OF DIRECTORS

Richardson & Cruddas (1972) Limited is an Central Government company under the Ministry of Heavy Industry. Its 100% shareholding is with Govt. of India. The Board consist of the following members:

1. Smt Julie Srivastava, Chairman & Managing Director,
2. Shri. Aditya Kumar Ghosh, Director
3. Shri Naresh Kumar, Director

The tenure of Smt. Laxmi Chandra as CMD R&C ceased w.e.f 24.04.2022. The Meetings of the Board are normally held at the Company's registered office at Byculla, Mumbai and are scheduled well in advance. Written notice of each Board meeting is sent to all the Directors. The Board meetings held during the year 2022-23 i.e 21.05.2022, 8.10.2022, 31.10.2022, 09.02.2023, 27.03.2023



Attendance of individual Directors at the Board Meetings is as follows:

Sr. No.	Name of the Director	No. of Board Meetings Attended
1	Smt Julie Srivastava	5
2	Shri Aditya Kumar Ghosh	5
3	Shri Naresh Kumar	1
4	Smt. Parveen Gupta	1
5	Shri Ravindra Badaya *(ceased w.e.f 27.01.2023)	3
6.	Smt. Kaushlaya Parmar (ceased w.e.f 20.02.2023)	4

The Committee meetings as as follows:

1) Nomination & Remuneration Committee:

The committee consist of following members:

- 1) Smt Kaushlaya Parmar, Independent Director Chairman (ceased w.e.f 20.02.2023)
- 2) Shri Ravindra Badaya, Independent Director, Jaipur (ceased w.e.f 27.01.2023)
- 3) Shri Aditya Kumar Ghosh, Member

2) Audit Committee:

The committee consist of following members:

- 1) Shri Ravindra Badaya - Independent Director Chairman (ceased w.e.f 27.01.2023)
- 2) Shri Aditya Kumar Ghosh- Member
- 3) Smt Kaushlaya Parmar – Member (ceased w.e.f 20.02..2023)

3) Corporate & Social Responsibility Committee:

The committee consist of following members:

- 1) Shri Ravindra Badaya - Independent Director – Chairman (ceased w.e.f 27.01.2023)
- 2) Smt Kaushlaya Parmar - Independent Director – Member (ceased w.e.f 20.02.2023)
- 3) Shri Aditya Kumar Ghosh – Member
- 4) Smt Julie Srivastava- Member.



Certificate for Compliance with Corporate Governance Guidelines

DPE Guidelines, 2010 prescribes a certificate to be obtained from the Statutory Auditors or the Practising Company Secretary for corporate governance guidelines followed by the Company

The said certificate was obtained from the Practising Company Secretaries (PCS), Vasisht & Associates, Company Secretaries, having office at Delhi — 110092, for the Financial Year 2022-23, and is attached herewith as part of Corporate Governance Report.

For and on behalf of the Board of Directors

sd/-

(Julie Srivastava)

CHAIRMAN & MANAGING DIRECTOR,

DIN - 09623989

Date: 18.11.2023

Place: Mumbai



**CERTIFICATE ON COMPLIANCE WITH THE CONDITIONS OF CORPORATE GOVERNANCE
UNDER CORPORATE GOVERNANCE GUIDELINES OF DEPARTMENT OF PUBLIC ENTERPRISES
(DPE), 2010**

To,
The Members of
Richardson & Cruddas (1972) Limited
Sir J.J Road, Byculla Mumbai, Mumbai City MH-400008 IN

In respect of the compliance of the conditions of Corporate Governance for the year ended March 31, 2021, by Richardson & Cruddas (1972) Limited, a Government Company under section 2(45) of the Companies Act, 2013 as required by the Guidelines on Corporate Governance issued by the Department of Public Enterprises (DPE).

We have studied the Report on Corporate Governance of the said Company as approved by its Board of Directors. We have also examined the relevant records and documents maintained by the Company and furnished to us for our review in this regard.

The Compliance of conditions of Corporate Governance is the responsibility of the Management. Our examination was limited to review of procedures and implementation thereof adopted by the Company for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statement of the Company.

We further comment that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the Management has conducted the affairs of the Company.

In our opinion and to the best of our information and on the basis of our review and according to the information and explanation given to us, we certify that the Company has complied with the mandatory requirements of Corporate Governance in all material respects as required by the Guidelines on Corporate Governance issued by the Department of Public Enterprises (DPE), *except with the requirement of gap of meeting of Board of Directors of not more than one hundred twenty days between two consecutive meeting of the Board.*

It is further stated that the aforesaid opinion is based upon the submissions made by the Company with supporting documents and correspondence files and the secretarial and other statutory records maintained by the Company

For VASISHT & ASSOCIATES;

(Company Secretaries)

Sd/-

CS SHOBHIT VASISHT

UDIN: F011517E000755612

FCS No: 11517

C P No: 21476

PR No: 2355/2022

Place: Faridabad

Date: August 7, 2023



FORM NO. MR-3

SECRETARIAL AUDIT REPORT FOR THE FINANCIAL YEAR 2022-23

[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule No. 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,
The Members,
RICHARDSON AND CRUDDAS (1972) LIMITED
CIN: U28920MH1973GOI016389
Sir. J.J. Road, Byculla Mumbai City, Maharashtra 400008, India

I, Shobhit Vasisht, Proprietor of Vasisht & Associates, have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **RICHARDSON AND CRUDDAS (1972) LIMITED** (hereinafter called '**the Company**'). Secretarial Audit was conducted in a manner that provided a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on the verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the Company has during the audit period covering the financial year ended on March 31, 2023 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on March 31, 2023 according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder; **(Not Applicable to the Company)**
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder; **(Not Applicable to the Company)**
- (iv) The Foreign Exchange Management Act, 1999 and the rules made thereunder; **(Not Applicable to the Company)**
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
 - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011; **(Not Applicable to the Company)**
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015; **(Not Applicable to the Company)**
 - (c) The Securities and Exchange Board Of India (Listing Obligations and Disclosure Requirements) Regulations, 2015; **(Not Applicable to the Company)**
 - (d) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018; **(Not Applicable to the Company)**



- (e) The Securities and exchange board of India (Share Based Employee Benefits) Regulations, 2014; **(Not Applicable to the Company)**
- (f) The Securities and Exchange Board of India (Issue and Listing of Debt securities) Regulations, 2008; **(Not Applicable to the Company)**
- (g) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 and amendments thereof regarding the Companies Act and dealing with client; **(Not Applicable to the Company)**
- (h) The Securities and Exchange Board of India (Delisting of Equity shares) Regulations, 2009; **(Not Applicable to the Company)**
- (i) The Securities and Exchange Board of India (Buy back of securities) Regulations, 2018; **(Not Applicable to the Company)**

I have also examined compliance with the applicable provisions of the following:

- (I.) Secretarial Standards issued by The Institute of Company Secretaries of India.
- (II.) Guidelines on Corporate Governance for Central Public Sector Enterprises (CPSEs) issued by the Department of Public Enterprises vide their OM No. 18(8)/2005-GM dated 14th May, 2010.

During the period under review, the Company has complied with the provisions of the Act, Rules, Regulations, Standards and Guidelines etc. mentioned above except to the extent as mentioned below;

1. 8% Preference Shares aggregating to ₹ 2,326 Lakhs, issued during the financial year 1992-93 to the Government of India have not been redeemed till date, despite the lapse of a period of over twenty years from the time of issue. The terms and conditions for issue and redemption of these preference shares issued during 1992-1993 are yet to be finalized by the company with sole preference shareholder, Government of India. However in pursuance to the Companies Act, 2013 Company engaged in setting up infrastructure project may issue for a period exceeding twenty years but not exceeding thirty years subject to the redemption of a minimum ten percent of such preference shares per year from the twenty first year onwards or earlier, on proportionate basis, at the option of the preference shareholders;
2. The Company has not created Preference Share Redemption Reserve Account in accordance with Section 69 of the Companies Act, 2013.
3. During the year there are certain disputes and claims raised by various authorities against the Company which are pending in different courts or tribunals.
4. The Company has not complied the requirement of gap of meeting of Board of Directors of not more than one hundred twenty days between two consecutive meeting of the Board pursuant to section 173 of the Companies Act, 2013
5. The Company has not filled E-Form CSR-2 for the FY 2021-22. However, the Company has raised ticket vide Ticket No. FO_202307221010588 to the Ministry of Corporate Affairs while facing technical error in filling E- Form CSR-2.

I further report that:

The Board of Directors of the Company has been duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.



Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent adequately in advance and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting. Decisions at the Board Meetings, as represented by the management, were taken unanimously.

Dissenting members' views were not required to be captured and recorded as part of the minutes as there were no such instance.

As per the explanations given to me and the representations made by the Management and relied upon by me, there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

During the period under review, as explained and represented by the management, there were no specific events/actions in pursuance of the above referred laws, rules, regulations, guidelines, standards etc., having a major bearing on the Company's affairs.

For VASISHT & ASSOCIATES;

(Company Secretaries)

sd/-

CS SHOBHIT VASISHT

UDIN: F011517E000755535

PR No: 2355/2022

FCS No: 11517

C P No: 21476

Place: Faridabad

Date: August 7, 2023

Notes:

- i. This report is to be read with the letter of even date which is annexed as Annexure A and forms an integral part of this report.



Annexure-A

To,
The Members,
RICHARDSON AND CRUDDAS (1972) LIMITED
CIN: U28920MH1973GOI016389
Sir. J.J. Road, Byculla Mumbai City MH 400008, IN

This report of even date is to be read along with this letter.

1. Maintenance of secretarial record is the responsibility of the management of the company. My responsibility is to express an opinion on these secretarial records based on the audit.
2. I have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. I believe that the processes and practices, i followed provide a reasonable basis for my opinion.
3. I have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.
4. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. My examination was limited to the verification of procedures on test basis.
5. The Secretarial Audit Report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

FOR VASISHT & ASSOCIATES;

(Company Secretaries)

sd/-

CS SHOBHIT VASISHT

UDIN: F011517E000755535

PR No: 2355/2022

FCS No: 11517

CP No: 21476

Date: August 7, 2023

Place: Faridabad



INDEPENDENT AUDITOR'S REPORT

Top
The Members of
RICHARDSON & CRUDDAS (1972) LTD.

Report on the Audit of the Standalone Financial Statements

1. Opinion

We have audited the accompanying standalone financial statements of Richardson and Cruddas (1972) Limited ("the Company"), which comprise the Balance Sheet as at 31st March, 2023, the Statement of Profit and Loss, the Statement of Cash Flows for the year ended and Notes to the financial statements including a summary of the significant accounting policies and other explanatory information (*herein after referred to as the "Standalone Financial Statement"*).

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matter described in the *Basis for Opinion* Section of our report, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 (the "Act") in the manner so required and give a true and fair view in conformity with the Accounting Standards prescribed under section 133 of the Act and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2023, and its profit and its cash flows for the year ended on that date.

2. Basis for Opinion

We conducted our audit of the standalone financial statements in accordance with Standards on Auditing ("SA's") specified u/s 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the standalone financial statements under the provisions of the Act and the rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's code of ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

3. Emphasis of Matter-

1. We draw your attention to **Note No. 1A(e)(v)** of the standalone financial statements of the company, wherein the value of scarp is stated as per the earlier year value and no adjustment is made on account of difference in net realizable value as on 31st March, 2023. Considering the financial position of the company, the total quantity vis-a vis its scarp value is not material in nature.
2. Reference is drawn to the '**Note No.27**' of the Notes to Accounts of the standalone financial statements of the Company wherein it is stated that no engineering activities had been carried out for F.Y. 2022- 2023 in Nagpur and Chennai. The revenue of Company has been adversely affected and primary source of income for the Company continues to be rental income generated by the lease and license of its Mumbai premises to various Govt. organizations, offering premises on daily rental basis for various events/ functions/ meetings etc. During the F.Y. 2022-23 rental incomes was further reduced due to termination of HPCL lease of Corporate building and closure of jumbo COVID facility hospital of BMC , Byculla.
3. The Company has not been able to create Preference Shares Redemption Reserve Account in accordance with the Section 69 of The Companies Act, 2013 and rules framed thereon due to non finalization of terms and conditions with GOI for redemption of preference shares.**(Refer Note No. 28)**



- Reference is drawn to the '**Note No. 30**' of the standalone financial statements of the Company which inter alia states that, there are balances due to/ from various parties and government authorities (including of Trade Receivables, Trade Payable, Deposits, Statutory Dues, Loans and Advances, Other Current Liabilities and Capital WIP) which are subject to the confirmation and reconciliation. All such balances as summarized in the table therein are outstanding since April, 2017. Company has made provision in the earlier years for such debit balances (which are still continuing in the books) but the same have not been written off in the books of accounts.
- We draw your attention to **Note No. 32** of the standalone financial statements of the Company wherein it is stated that, Physical verification of Assets and inventories at Nagpur, Mulund & Byaculla units was not carried out during the year FY 2022-23.
- There are '3' units at Nagpur namely (1) Plot No. F-16, MIDC, Hingna Road, (2) TTS Unit at Wanadongri (3) SICOM Shed at MIDC, Sonegaon. As stated in Note '10', the total inventories is stated at Rs. 142.16 Lakhs bifurcated into Raw Material, WIP, Finished Goods & Scrap/Components. However, during the course of physical visit by 'Audit Team' it was observed that all materials were lying in a scattered/haphazard manner at Plot at MIDC, Hingna Road. With no segregation of items available at respective units in Nagpur, it can't be conclusively stated that material as stated in the Note '10' exists in those '3' units at Nagpur.
- As per Company Master Data as available on MCA portal, the Company has an old charge against immovable property or any interest therein worth Rs. 14 Lacs which was created on 30th November, 1972. According to the information and explanations given to us, the Company has no such charge pending. The company is in process to identify such charge, with respect to identification of immovable property, identification of lender & closure of such charge.

Our opinion is **not modified** in respect of these matters.

4. Information other than the Standalone Financial Statements and Auditor's Report Thereon

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

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

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

If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

5. Responsibilities of Management and those Charged with Governance for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, and cash flows of the Company in accordance with the AS and other accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that

were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

6. Auditor's Responsibilities for the Audit of the Standalone Financial Statements

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

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

- Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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



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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

7. Report on Other Legal and Regulatory Requirements

I (a.) As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), as amended, issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the "**Annexure A**" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

(b) We are enclosing our report in terms of Section 143(5) of the Act, on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, in the "**Annexure B**" on the directions and sub-directions issued by Comptroller and Auditor General of India.

II. 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 it appears from our examination of those books.
- c. The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- d. In our opinion, the aforesaid standalone financial statements comply with the AS specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 and other accounting principles generally accepted in India.
- e. On the basis of written representations received from the directors as on 31st March, 2023 taken on record by the Board of Directors, none of the directors are disqualified as on 31st March, 2023 from being appointed as a director in terms of Section 164 (2) of the Act. However, as per the notification no GSR 463 (E) dated 05.06.2015, the Government companies are exempt from the provision of section 164(2) of the Act.
- f. 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 31st March, 2023, based on 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. Refer to our separate report in "**Annexure C**".



- 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, as amended, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company has disclosed the impact of pending litigation on its financial position in its standalone financial statement as on 31st March, 2023. **-Refer Note. No 26.**
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses during the year ending 31st March, 2023.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company during year ended 31st March, 2023.
 - iv. (a) The management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources of kind of funds) by the Company to or in any other person(s) or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(b) The management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
 - v. In respect of Declaration and payment of Dividend:

(a) The company has not declared any dividend during the year, Hence the said clause is not applicable.
(b) The Company do not intend to propose dividend for the year, Hence the said clause is not applicable.

The Company has used accounting software 'Tally Prime System' for maintaining its books of account which has a feature of recording audit trail facility, however said 'audit trail' was not operated by the Company for transactions recorded in the software. However, as per notification dated 31.03.2022 the applicability of proviso to sub-rule (1) of rule 3 of the Companies (Accounts) Rule, 2014 was deferred to 01.04.2023.

For Jain Chowdhary and Co
Chartered Accountants
Firm Regd. No. 113267W
sd/-

CA Siddharth Jain
Partner
Membership No. 104709

Place : Mumbai
Date : 4th September 2023
UDIN : 23104709BGULXS1005



'Annexure-A' as referred to in Paragraph 7(I)(a) under the heading of "Report on Other Legal and Regulatory Requirements" of our report of even date to the financial statements of the Company for the year ended 31st March, 2023.

To the best of our information and according to the explanations provided to us by the Company and the books of account and records examined by us in the normal course of audit, we state that:

i. In respect of the Company's Property, Plant and Equipment and Intangible Assets:

(a)(A) The Company has not maintained Fixed Assets register. However, the company has maintained memorandum records which need to be updated to show the full particulars including quantitative details and situation of fixed assets.

(B) The Company does not have any intangible assets in its books as at 31st March, 2023.

(b) Fixed assets have not been physically verified by the management during the year but we are informed by the management that there is a regular program of verification of assets once in three years. As per such program, physical verification of assets was to be done in FY 2020 - 2021. However, in absence of any physical verification report and in the absence of reconciliation referred to in clause (i)(a) above, we are unable to ascertain whether all the fixed assets as per the standalone financial statements has been verified under this verification program. In our opinion, the periodicity of physical verification is not reasonable having regard to the size of the company and the nature of its assets. The same is required to be conducted once in a year.

(c) As per the information and explanation given to us, the title deeds of the immovable properties, as disclosed in the Fixed Assets Schedule to the standalone financial statement, are held in the name of the company, except:

(i) The original title deed of the 20 Flats at Ghatkopar (Mumbai) are not available only certified true copies of Agreement Sales Deed available with the Company.

(ii) Flat at Mulund, Mumbai (only true copy of share certificate held)

(iii) Nagpur (TTS) at Wanadongri (only photocopy of property papers held)

(iv) Property at G/12/2 at MIDC, Sonegaon, Nagpur (Certified true copy of the property papers held)

Refer to Note No. 29(b) of the Notes to the accounts of standalone financial statements of the Company, property situated at Mulund which is a lease property was encumbered by the lessors by various charges including the one created favoring Bank of Maharashtra which impeded the purchase process by the Company. The matter is sub-judice in the court. **Refer note 43.**

(d) The Company has not revalued any of its Property, Plant and Equipment during the year.

(e) No proceedings have been initiated during the year or are pending against the Company as at 31st March, 2023 for holding any Benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.

ii. Inventory

(a) As per the information and explanations given to us, an inventory was available with the company at their Nagpur units. No physical verification of inventory had been conducted by the company at such units during the year under audit. The same should be read along with our remarks at Para 3 (vi) of Independent Auditor's Report.

(b) The Company has not been sanctioned any working capital limits in excess of ₹. Five Crores, in aggregate, at any point of time during the year, from banks or financial institutions on the basis of security of current assets and hence, reporting under clause 3(ii)(b) of the Order is not applicable.

iii. According to the information and explanations given to us and on the basis of verification of records provided to us by the Company, the Company has not made any investments, or provided any guarantee or security or granted any loans, advances secured or unsecured to companies, firms, limited liability partnerships or other

parties during the year. Hence, reporting under clause 3(iii) is not applicable.

- iv. According to the information and explanations given to us, the Company has not granted any loan or made any investments or given guarantees or provided any securities during the year as per the provisions of Sections 185 and 186 of the Companies Act, 2013.
- v. The Company has not accepted any deposits or amounts from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
- vi. During the year the Company has not received any specific directions from Central Government of India for the maintenance of cost records under sub-section (1) of Section 148 of the Companies Act, 2013 for business activities carried out by the Company. Moreover, the turnover criteria as specified in the said section for the applicability of maintenance of cost records are not met by the company. Hence, in our opinion, the Company is not required to maintain any cost records.
- vii. According to the records of the Company, examined by us and information and explanations given to us:
 - (a) The Company has been generally regular in depositing **undisputed statutory dues** including Provident fund, Employees State Insurance fund, sales tax, service tax, Income tax, duty of custom, duty of excise, value added tax, GST, Cess or any other statutory dues with the appropriate authorities.

According to the information & explanation given to us, no un-disputed amounts payable in respect of the aforesaid dues were outstanding as at 31st March, 2023 for a period of more than six months from the date of becoming payable. However, information /documents in respect of dues identified in the table below are not available with the company since earlier years. Company has neither made any provisions against such old un-claimed dues nor disclosed the same under 'Contingent Liabilities'.

Name of the Statute	Nature of the Dues	Amount (₹ in lakhs)	Period to which the amount relates
Profession Tax Act	Profession Tax Chennai	5.47	Prior to 2010
Income Tax Act, 1961	Tax deducted from Employees — Chennai	0.60	Prior to 2010
Employees' State Insurance Act, 1948	ESI — Chennai	4.66	Prior to 2010
Employees' provident Funds and Miscellaneous Provisions Act, 1952	EPF — Chennai	20.06	Prior to 2010
Sales Tax Act	Sales tax / Value Added Tax / Works Contract Tax- Chennai	3.89	Prior to September 2015

(b) As per records of the Company as at 31/03/2023 and according to the information and explanations given to us, the following are the particulars of the **disputed dues** of income tax or sales tax or service tax, goods and service tax, duty of customs, duty of excise or value added tax which are outstanding as at 31 March, 2023



Name of the Statute	Nature of Dues	Amount (₹. in lakhs)	Period to which the amount relates	Forum where dispute is pending
Works Contract Tax	Works Contract Tax Nagpur	1.79	1986-1989	Mumbai Tribunal
Works Contract Tax	Works Contract Tax Nagpur	0.44	1989-1990	Mumbai Tribunal
Bombay Sales Tax Act, 1959	Bombay Sales Tax — Nagpur	0.97	1990-1991	Mumbai Tribunal
Bombay Sales Tax Act, 1959 / Central Sales Tax Act, 1956	Bombay Sales Tax / Central Sales Tax Nagpur	0.55	1993-1994	Mumbai Tribunal
Bombay Sales Tax Act, 1959 / Central Sales Tax Act, 1956	Bombay Sales Tax / Central Sales Tax Nagpur	11.79	2000-2001	Mumbai Tribunal
Central Sales Tax Act, 1956	Central Sales Tax Nagpur	8.14	1997-1998	Nagpur Appeal
Central Sales Tax Act, 1956	Central Sales Tax - Nagpur	62.96	2002-2003	Nagpur Appeal
Customs Act, 1962	Custom Duty —Byculla	285.00	Prior to 2010	Mumbai
Sales Tax Act	Sales Tax Byculla	173.68	Prior to 2010	Mumbai
Central Excise Act, 1944	Excise Duty —Byculla	101.08	Prior to 2010	Mumbai
Income Tax Act, 1961	Income Tax	2.49	A.Y. 2009-2010	Income Tax Appellate Tribunal Mumbai
Labour Law	Default in payment of contribution towards EPF Mulund	152.37	Prior to 2010	Mumbai

- viii. There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessment under Income Tax Act, 1961 (43 of 1961)
- ix. (a) The Company has not defaulted in repayment of loans or borrowings to any financial institution or bank or government or any dues to debenture holders during the year.
- (b) The company has not been declared willful defaulter by any bank or financial institution or government or any government authority.
- (c) The company has not taken any term loan during the year and there are no outstanding term loans as at 31.03.2023. Hence, reporting under clause 3(ix) (c) of the Order is not applicable.
- (d) On an overall examination of the standalone financial statements of the Company, the Company has not raised any short term loans during the year, hence reporting under clause 3(ix)(d) of the Order is not applicable.
- (e) On an overall examination of the standalone financial statements of the Company, the company has not taken any funds from any entity or person on account or to meet the obligations of its subsidiaries, associates or joint ventures.
- (f) The Company has not raised any loans during the year and hence reporting on clause 3(ix)(f) of the Order is not applicable.
- x. (a) The Company has not raised any moneys by way of initial public offer or further public offer (including debt instruments) during the year. Accordingly, reporting under paragraph 3(x) (a) of the Order is not applicable.
- (b) During the year the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause 3(x)(b) of the Order is not applicable.



- xi. (a) According to the information and explanations given to us, no fraud by the Company and no material fraud on the Company has been noticed or reported during the year.
- (b) No report under sub-section 12 of section 143 of the Companies Act, 2013 has been filed in Form ADT-4 as prescribed under rules 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.
- (C) There are no whistle blower complaints received by the Company during the year (and upto the date of this report)
- xii. The Company is not a Nidhi Company. Therefore, the provision of clause (xii) of the Order is not applicable to the Company.
- 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, if any are in compliance with Sections 177 and 188 of the Companies Act, 2013 and details of such transactions have been disclosed in the standalone financial statements as required by the applicable accounting standards.
- xiv. (a) In our opinion, the Company has an adequate internal audit system commensurate with the size and nature of its business.
- (b) We have considered the internal audit report for the year under audit, issued to the Company during the year and till date, in determining the nature, timing and extent of our audit procedures.
- 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 any non-cash transactions with directors or persons connected with its directors; hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.
- xvi. (a) In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934). Hence, reporting under clause 3(xvi)(a),(b),(c) of the Order is not applicable.
- (b) In our opinion, there is no core investment company (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016 and accordingly reporting under clause 3(xvi)(b) of the Order is not applicable.
- xvii. The company has not incurred cash losses in the financial year and in the immediately preceding financial year.
- xviii. There has been no resignation of the statutory auditors of the Company during the year.
- xix. On the basis of the financial ratios, ageing and expected dates of realization of the financial assets and financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of One year from the balance sheet date. We however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- xx. According to the provisions of Section 135 of the Companies Act, 2013 the Company was required to spend Rs.45.29 Lakhs against Corporate Social Responsibility (CSR). The Company has spent Rs.0.20 Lakhs up to 31.03.2023 and the balance amount of Rs.45.09 Lakhs has allocated to ongoing CSR projects. As per Schedule VII to the Companies Act in compliance with second proviso to sub-section (5) of Section 135 of the said Act, the Company was required to transfer such unspent amount to a separate bank account on or before 30.04.2023 which was not transferred.



RICHARDSON & CRUDDAS (1972) LTD

xxi. The Company has prepared its financial statements for the year under audit on the standalone basis. Hence the reporting under clause 3(xxi) of the Order is not applicable.

For Jain Chowdhary and Co

Chartered Accountants

Firm Regd. No. 113267W

sd/-

CA Siddharth Jain

Partner

Membership No. 104709

Place : Mumbai

Date : 4th September 2023

UDIN : 23104709BGULXS1005



“Annexure B” to the Independent Auditor’s Report

Referred to in Paragraph 7(I)(b) under the heading of “Report on Other Legal and Regulatory Requirements” our report of even date to the Company for the year ended on 31stMarch, 2023.

Report on directions issued by Comptroller and Auditor General of India under section 143 (5) of Companies Act, 2013.

Sr. No.	Directions and sub-directions issued by Comptroller and Auditor General of India u/s 143 (5) of the Companies Act, 2013	Auditors’ reply on action taken on the directions	Impact on Financial Statements
1	Whether the company has system in place to process all the accounting transactions through IT system? If yes, the implications of processing of accounting transactions outside IT system on the integrity of the accounts along with the financial implications, if any, may be stated.	All the accounting transactions of the Company were processed through Tally Prime System. During the course of audit, it was verified that no accounting transactions were processed outside the said system.	NIL
2	Whether there is any restructuring of an existing loan or cases of waiver/write off of debts /loans/interest etc. made by a lender to the company due to the company’s inability to repay the loan? If yes, the financial impact may be stated. Whether such cases are properly accounted for? (In case, lender is a Government Company, then its direction is also applicable for statutory auditor of lender Company)	During the course of audit and as per information and explanations given to us, the Company has not taken any loans/debts from any outside entity. Hence, the case of restructuring/write-off/waiver does not arise.	NIL
3	Whether funds (Grants/subsidy etc.) received/receivable for specific schemes from central/ state Government or its agencies were properly accounted for/ utilized as per its term and conditions? List the cases of deviation.	No funds have been received for specific schemes from central/ state agencies by the Company during F.Y. 2022-23.	NIL

For Jain Chowdhary and Co

Chartered Accountants

Firm Regd. No. 113267W

sd/-

CA Siddharth Jain

Partner

Membership No. 104709

Place : Mumbai

Date : 4th September 2023

UDIN : 23104709BGULXS1005



"Annexure C" to INDEPENDENT AUDITORS' REPORT

(The Annexure referred to in paragraph 7(II)(f) of our report of even date to the financial statements of the Company for the year ended March 31, 2023)

REPORT ON THE INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING UNDER CLAUSE (i) OF SUB-SECTION 3 OF SECTION 143 OF THE COMPANIES ACT, 2013 ('THE ACT')

We have audited the Internal Financial Controls over Financial Reporting of RICHARDSON & CRUDDAS (1972) LTD. ('the Company') as of 31st March, 2023 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

1. MANAGEMENT'S RESPONSIBILITY FOR INTERNAL FINANCIAL CONTROLS

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the 'Guidance Note') 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.

2. 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 and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

3. MEANING OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING

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



(1) Pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;

(2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and

(3) Provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use or disposition of the company's assets that could have a material effect on the financial statements.

4. 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.

5. OPINION

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2023, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note issued by the ICAI.

Other Matters

According to Guidance note issued by the ICAI, Company has to prepare and adopt SOP Matrix for the policies and procedure which needs to be followed by the company. According to information and explanations given to us, all the transactions of the company have been approved by the appropriate authority and recorded by support staff. However, it is suggested to prepare such SOP matrix for the policies and procedure.

For Jain Chowdhary and Co

Chartered Accountants

Firm Regd. No. 113267W

sd/-

CA Siddharth Jain

Partner

Membership No. 104709

Place : Mumbai

Date : 4th September 2023

UDIN : 23104709BGULXS1005



COMMENT OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143 (6)(B) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL STATEMENT OF RICHARDSON & CRUDDAS (1972) LTD, FOR THE YEAR ENDED 31 MARCH 2023.

The preparation of the financial statements of Richardson & Cruddas (1972) Ltd, for the year ended 31 March 2023 in accordance with the financial reporting frame work prescribed under the Companies Act, 2013 (Act) is the responsibility of the management of the company. The statutory auditor appointed by the Comptroller and Auditor General of India under section 139(5) of the Act is responsible for expressing opinion on the financial statements under section 143 of the Act based on independent audit in accordance with the standards on auditing prescribed under section 143(10) of the Act. This is stated to have been done by them vide their Audit Report dated 4 September 2023.

I on behalf of the Comptroller and Auditor General of India, have decided not to conduct the supplementary audit of the financial statements of Richardson & Cruddas (1972) Ltd for the year ended 31 March 2023 under Section 143(6)(a) of the Act.

For and on behalf of the
Comptroller and Auditor General of India

sd/-

(Guljari Lal)

Director General of Audit (Shipping), Mumbai

Place: Mumbai

Date: 02 November 2023



RICHARDSON & CRUDDAS (1972) LTD

BALANCE SHEET AS AT 31/03/2023

(₹. in Lakhs)

Particulars	Note No.	As at 31.03.2023	As at 31.03.2022
<u>EQUITY AND LIABILITIES</u>			
Shareholders' Funds			
(a) Share capital	2	15,661.05	15,661.05
(b) Reserves and Surplus	3	10,342.83	9,070.38
(c) Money received against share warrants		-	-
Share application money pending allotment			
		-	-
Non-Current Liabilities			
(a) Long-term borrowings		-	-
(b) Deferred tax liabilities (Net)		44.78	41.96
(c) Other Long - term Liabilities	4	120.82	57.89
(d) Long-term Provisions	5	52.37	46.49
Current Liabilities			
(a) Short-term borrowings		-	-
(b) Trade Payables :-	6		
Total outstanding dues of micro enterprises and small enterprises		1.56	1.53
Total outstanding dues of creditors other than micro enterprises and small enterprises		1,125.85	1,139.35
(c) Other current liabilities	7	1,746.81	2,392.63
(d) Short-term provisions	8	1.87	19.58
	TOTAL	29,097.94	28,430.86
<u>ASSETS</u>			
Non-Current Assets			
(a) (i) Property Plant and Equipment	9	675.46	700.64
(ii) Intangible assets	9	-	-
(iii) Capital work-in-progress	9	-	-
(iv) Intangible assets under development	9	-	-
(b) Non-current investments		-	-
(c) Deferred tax assets (net)		-	-
(b) Long-term loans and advances		-	-
(c) Other non - current assets		-	-
Current Assets			
(a) Current investments		-	-
(b) Inventories	10	142.16	142.16
(c) Trade receivables	11	197.28	755.30
(d) Cash and cash equivalents	12	26,349.84	25,158.50
(e) Short-term loans and advances	13	1,043.51	1,070.02
(f) Other current assets	14	689.69	604.24
	TOTAL	29,097.94	28,430.86

Significant Accounting Policies

1 A

The accompanying notes form an integral part of the Balance Sheet and should be read in conjunction therewith.

As per our Report of even date attached

For Jain Chowdhary and Co

Chartered Accountants

Firm Regd. No. 113267W

sd/-

CA Siddharth Jain

Partner

Membership No. 104709

Place : Mumbai

Date : 4th September 2023

UDIN : 23104709BGULXS1005

For and on behalf of Board of Directors

sd/-

Shri Aditya Kumar Ghosh

Director

DIN : 09222808

sd/-

Sanjay Kumar Ojha

CFO & CS

Place : Mumbai

Date : 4th September 2023

sd/-

Smt Julie Srivastava

Chairman & Managing Director

DIN : 09623989



RICHARDSON & CRUDDAS (1972) LTD

Statement of Profit and Loss for the year ended 31st March, 2023

(₹. in Lakhs)

Particulars	Note No.	For the Year Ended 31.03.2023	For the Year Ended 31.03.2022
Revenue from Operations			
(a) Sale of services	15	225.58	299.36
(b) Other operating revenue	16	1,254.05	1,662.50
(c) Other income	17	1,431.85	1,289.89
Total Income		2,911.48	3,251.75
Expenses			
(a) Cost of Material Consumed	18	-	-
(b) Purchase of Stock in Trade	-	-	-
(c) Changes in inventories of finished goods, work in progress and stock in trade	19	-	15.38
(d) Direct Operating Expenses	20	313.91	371.41
(e) Employees benefits expense	21	94.30	100.62
(f) Finance costs	-	-	-
(g) Depreciation and amortization expense	9	30.89	34.17
(h) Other expenses	22	383.35	528.19
Total Expenses		822.45	1,049.77
Profit/(Loss) before extra ordinary. exceptional items & prior period adjustment		2,089.03	2,201.98
Less : Prior period items	23	0.06	3.56
Less : Exceptional items	24	389.57	(346.07)
Extra Ordinary Items		-	-
Profit/(Loss) before tax		1,699.40	2,544.49
Tax expense	25	426.95	609.83
Profit / (Loss) for the period from continuing operations		1,272.45	1,934.66
Profit / (Loss) from discontinuing operations		-	-
Tax from discontinuing operations		-	-
Profit/ (Loss) from discontinuing operations		-	-
Profit / (Loss) for the Period		1,272.45	1,934.66
Earnings per equity share (Basic and Diluted)			
(a) Basic		₹ 95.42	₹ 145.08
(b) Diluted		₹ 95.42	₹ 145.08
Significant Accounting Policies	1 A		
The accompanying notes form an integral part of the Statement of Profit and Loss and should be read in conjunction therewith.			
As per our Report of even date attached			

For Jain Chowdhary and Co
Chartered Accountants
Firm Regd. No. 113267W
sd/-

CA Siddharth Jain
Partner
Membership No. 104709

Place : Mumbai
Date : 4th September 2023
UDIN : 23104709BGULXS1005

For and on behalf of Board of Directors

sd/-
Shri Aditya Kumar Ghosh
Director
DIN : 09222808

sd/-
Sanjay Kumar Ojha
CFO & CS
Place : Mumbai
Date : 4th September 2023

sd/-
Smt Julie Srivastava
Chairman & Managing Director
DIN : 09623989



RICHARDSON & CRUDDAS (1972) LTD

Cash Flow Statement for the year ended 31st March, 2023

(₹. in Lakhs)

PARTICULARS	As on	As on
	31.03.2023	31.03.2022
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit	1,272.45	1,934.66
Adjustment for		
Interest Income	(1,427.50)	(1,282.55)
Deferred Tax	2.82	79.81
Profit from sale of Fixed Assets	-	(220.36)
Depreciation	30.89	34.17
	(121.34)	545.73
Operating profit before Working Capital Changes		
Adjustment for :		
(Increase)/Decrease in Inventories	-	15.37
(Increase)/Decrease in Trade and Other Receivable	558.02	(157.53)
(Increase)/Decrease in Short term Loans & advances	26.51	67.19
(Increase)/Decrease in Other Current Assets	-	-
Increase/(Decrease) in Trade Payable	(13.46)	(89.40)
Increase/(Decrease) in Other current liabilities	(645.82)	653.41
Increase/(Decrease) in Short Term Provisions	(17.71)	(20.96)
Increase/(Decrease) in Other Long Term Liabilities	62.93	(62.93)
Increase/(Decrease) in Long Term Provisions	5.88	13.55
	(144.99)	964.43
Net Cash from Operating Activities : (A)		
B CASH FLOW FROM INVESTING ACTIVITIES		
(Purchase)/Sales of Fixed Assets (net)	(5.71)	222.48
Interest on Term Deposits	1,427.50	1,282.55
(Increase)/Decrease in Interest Accrued on Bank FDR (Other Current Assets)	(85.45)	234.59
(Increase)/Decrease in Other Non Current Assets (FD maturing after more than 1 years)	-	153.33
	1,336.34	1,892.95
Net Cash used in Investing Activities : (B)		
C CASH FLOW FROM FINANCING ACTIVITIES		
(Increase)/Decrease in Share Capital	-	-
	-	-
Net Cash flow from Financing Activities : (C)		
	1,191.35	2,857.38
Net Increase/(Decrease) in Cash and Cash equivalents (A+B+C)		
D CASH AND CASH EQUIVALENTS		
Opening Balance	25,158.50	22,301.11
Closing Balance	26,349.84	25,158.50
	1,191.34	2,857.39

Previous year figures have been regrouped / rearranged wherever necessary.

As per our Report of even date attached

For Jain Chowdhary and Co
Chartered Accountants
Firm Regd. No. 113267W
sd/-

CA Siddharth Jain
Partner
Membership No. 104709

Place : Mumbai
Date : 4th September 2023
UDIN : 23104709BGULXS1005

For and on behalf of Board of Directors

sd/-
Shri Aditya Kumar Ghosh
Director
DIN : 09222808

sd/-
Sanjay Kumar Ojha
CFO & CS
Place : Mumbai
Date : 4th September 2023

sd/-
Smt Julie Srivastava
Chairman & Managing Director
DIN : 09623989



Notes forming part of the financial statements for the year ended March 31, 2023.

Note 1 : Company Information

Richardson & Cruddas (1972) Ltd is a government of India undertaking under the administrative control of DHI and has its registered office at Sir JJ road, Byculla Mumbai. The company is managed by Board of Directors nominated by the President of India. Company has four units located at Byculla, Mulund in Mumbai, Nagpur & Chennai. Company has been one the most successful Engineering Company which has completed prestigious projects such as steel structure of CSMT & Ghansoli Railway Station, LPG Bullets, Complete CNC Block for BHEL at Bhopal. Pursuant to Union Cabinet decision dated 06.10.2016, Chennai unit has been closed and also there is no operations in Nagpur unit. Currently Company is under restructuring of operations. There has been no change in the nature of operations carried out by the Company as compared to previous year.

Note 1 A: Significant Accounting Policies

a) Basis of preparation of Financial Statements

The financial statements of the Company have been prepared in accordance with generally accepted accounting principles ["GAAP"] in compliance with the provisions of the Companies Act, 2013. The Company has prepared these financial statements to comply in all material aspects with the Accounting Standards notified under section 133 of the Companies Act, 2013. The financial statements have been prepared under the historical cost convention on an accrual basis. The accounting policies adopted in the preparation of financial statements are consistent with those used in the previous year.

The preparation of financial statements in conformity with GAAP requires that the management of the Company makes estimates and assumptions that affect the reported amounts of income and expenses of the period, the reported balances of assets and liabilities and the disclosures relating to contingent liabilities as of the date of the financial statements. Actual results could differ from these estimates.

All assets and liabilities have been classified as Current or Non-Current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013. Based on the nature of products and the time between the acquisition of the assets for processing and their realization in Cash and Cash equivalents, the Company has ascertained its operating cycle as twelve months for the purpose of Current – Non-Current classification of its Assets and Liabilities.

b) Property, Plant and Equipment

Property, Plant and Equipment (PPE) are stated at cost less accumulated depreciation. All costs, including financing costs till commencement of commercial production, attributable to the PPE are capitalized. Interest on loans for PPE is capitalized upto the date of commissioning. Spares and tools purchased with the equipment are capitalized.

c) Depreciation

Depreciation on assets is provided on the straight-line method over the useful lives of assets as specified in Schedule II to the Companies Act, 2013. Depreciation for assets purchased / sold during the period is proportionately charged.



d) **Impairment of Assets**

The carrying value of fixed assets is evaluated whenever events or changes in circumstances indicate that the carrying amounts may not be recoverable.

e) **Valuation of Inventories**

- i. Raw materials, components, stores and spare parts are measured at cost price on FIFO basis.
- ii. Work-in-progress is determined on the basis of lower of cost or future billing without considering the cost of completion and unaccepted escalation claims. Cost means cost incurred.
- iii. Finished goods is determined on the basis of lower of cost or net realizable value.
- iv. Loose tools is determined on net realizable value.
- v. Scrap is determined on net realizable value.

f) **Revenue Recognition**

- i. Sale of Materials: Sales are recognized on dispatch of materials. Sales includes sale of goods, services, scrap and excludes Goods and Services Tax. Sales under turn-key contracts are accounted on dispatch of materials and/or materials held under instruction of the customer.
- ii. Project Income: Project income is recognized to the extent of the works completed as certified by the Project Managers.
- iii. Rental on leased assets is accounted for from the commencement date, as prescribed in the lease agreement entered with the lessees.
- iv. Price Escalation claims: On acceptance of the claims by the customers.
- v. Court Awards: On receipt basis.
- vi. Contract costs comprises cost directly related to contract and other costs attributable and allocable to the contract activity in the period they are incurred and any expected loss reasonably estimated or recognized.
- vii. Claims for escalation on extra jobs done on Sales Contracts, Exports, Subsidy, Duty Drawback, Insurance, Railway Refund of Excise duty/Custom duty/Sales tax, Goods and Service tax_etc. are accounted on actual basis on acceptance.
- viii. Construction contracts: Revenue is recognized /determined when contract revenue can be measured reliably and it is probable that the economic benefits will flow to the Company according to the stage of completion, dispatch of material and completion certificate given by the concerned authorized person (Project Manager).
- ix. Other operational revenue represents income earned from the activities incidental to the business and is recognized when the right to receive the income is established as per the terms of the contract.
- x. Interest income is accrued at applicable interest rate.



g) **Goods and Service Tax**

Goods and Service Tax on goods manufactured is accounted at the time of removal of goods from the factory and in case of materials held on customer's account, on billing basis. GST on services provided is accounted at the time of raising of invoice. Excess liability if any is accounted on completion of assessment.

h) **Income Tax/ Deferred Tax**

Income Tax expenses comprises current tax and deferred tax expenses. The deferred tax assets and liabilities are calculated by applying tax rates and tax laws that have been enacted at the Balance Sheet date. Deferred tax assets arising mainly on account of brought forward losses and unabsorbed depreciation under tax laws, are recognized, only if there is virtual certainty of its realization, supported by convincing evidence. Deferred tax assets on account of other timing differences are recognized only to the extent there is a reasonable certainty of its realization. At each Balance Sheet, the carrying amount of deferred tax assets are reviewed to re-assess realization. Deferred tax liabilities are generally recognized in full for all taxable temporary differences. If any change in income tax liability arise due to assessment in the same will be accounted in the year of completion of assessment.

i) **Foreign Currency Transactions**

- i. Initial Recognition: Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.
- ii. Conversion: Foreign currency monetary items are reported using the closing rate. Non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction and the exchange rates that existed when the values were determined.
- iii. Exchange Differences: Exchange differences arising on settlement of monetary items at rates different from those at which they were initially recorded during the year, or reported in previous financial statements, are recognized as income or as expenses in the year in which they arise.

j) **Employee Retirement Benefits**

Company's contributions to Provident Fund and National Pension Scheme are charged to the Statement of Profit and Loss. Gratuity and Leave Encashment Benefit are charged to the Statement of Profit and Loss on the basis of actuarial valuation.

k) **Provisions and Contingent Liabilities**

Provisions are recognized in the accounts in respect of present probable obligations, the amount of which can be reliably estimated.

Contingent liabilities are disclosed in respect of possible obligations that arise from past events but their existence is confirmed by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company.

l) **Earnings Per Share**

The Company reports basic and diluted earnings per share (EPS) in accordance with Accounting Standard 20- Earnings Per Share.



Notes forming part of the financial statements for the year ended March 31, 2023.

Particulars	(₹. in Lakhs)	
	As at 31.03.2023	As at 31.03.2022
2 SHARE CAPITAL		
Authorised:		
14,00,000 (Previous year 14,00,000) Equity shares of Rs.1,000/- each	14,000.00	14,000.00
2,50,000 (Previous year 2,50,000) 8% Redeemable Non-cumulative Preference shares of Rs.1,000/- each.	2,500.00	2,500.00
	16,500.00	16,500.00
Issued, Subscribed and Paid-up:		
13,33,505 (Previous year 13,33,505) Equity shares of Rs.1,000/-each	13,335.05	13,335.05
2,32,600 (Previous year 232,600) 8% Redeemable Non-cumulative Preference shares of Rs.1,000/- each.	2,326.00	2,326.00
	15,661.05	15,661.05

Notes:

a) Reconciliation of Equity Shares outstanding at the beginning and end of the year

Particulars	As at 31.03.2023	As at 31.03.2023	As at 31.03.2022	As at 31.03.2022
	No. of Shares	₹. in Lakhs	No. of Shares	₹. in Lakhs
Shares outstanding at the beginning of the year	13,33,505	13,335.05	13,33,505	13,335.05
Shares issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	13,33,505	13,335.05	13,33,505.00	13,335.05

b) Rights, Preferences and Restrictions attached to Shares

The Company has only one class of equity shares having a par value of Rs.1,000/-. Each shareholder is entitled to one vote per share held. In the event of Liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

The Company has only one class of Redeemable Non-cumulative preference shares having a par value of Rs.1,000/-

c) Shares held by the Holding / Ultimate Holding Company and / or its subsidiaries / associates

The Company has no holding company or subsidiaries or associates of holding company.

d) Details of shareholder holding more than 5% of equity shares in the Company

Name of the Shareholder	As at 31.03.2023	As at 31.03.2022
President of India (no. of shares)	13,33,505	13,33,505
(percentage of holding)	100%	100%



e) **Details of shareholder holding more than 5% of preference shares in the Company**

Name of the Shareholder	As at 31.03.2023	As at 31.03.2022
President of India (no. of shares)	2,32,600	2,32,600
(percentage of holding)	100%	100%

f) **Aggregate number of Bonus Shares issued, shares issued for a consideration other than cash and shares bought back during the period of five years immediately preceding the previous year.**

10,17,752 shares of Rs.1000/- each was issued during FY 1718 to President of India for a consideration other than cash by, conversion of loan into equity.

No shares have been bought back during the last 5 years.

g) **Unpaid Calls**

As per records of the Company, no calls remain unpaid by the Directors and Officers of the Company as on 31st March, 2023.

h) As per records of the Company, no shares have been forfeited by the Company during the year.

i) Terms of redemption of preference shares allotted during 1992-93 is yet to be finalised by the Government of India. (Refer Note No. 28)

3 RESERVES AND SURPLUS

(₹. in Lakhs)

Particulars	As at 31.03.2023	As at 31.03.2022
A General Reserves		
Balance as at the beginning of the year	43,478.39	43,478.39
Add : Additions During the Year	-	-
Closing Balance	43,478.39	43,478.39
B Surplus / (Deficit) in the Statement of Profit and Loss		
Balance as at the beginning of the year	(34,408.01)	(36,342.69)
Add : Profit/(Loss) for the year	1,272.45	1,934.68
Closing Balance	(33,135.56)	(34,408.01)
Total A + B	10,342.83	9,070.38
4 OTHER LONG - TERM LIABILITIES		
Security Deposits received	120.82	57.89
	120.82	57.89
5 LONG - TERM PROVISIONS		
Provision for Gratuity	22.20	20.60
Provision for Compensated Absences	30.17	25.89
	52.37	46.49



6 TRADE PAYABLES

Figures as at 31.3.2023 (₹. in Lakhs)					
Particulars	Outstanding for following periods from due date of payment				
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	Total
MSME	1.56	-	-	-	1.56
Others	30.59	29.65	-	-	60.24
Dispute dues-MSME	-	-	-	-	-
Dispute dues	-	-	-	1,065.61	1,065.61
Others	-	-	-	-	-
Total	32.15	29.65	-	1,065.61	1,127.41

Figures as at 31.3.2022 (₹. in Lakhs)					
Particulars	Outstanding for following periods from due date of payment				
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	Total
MSME	1.53	-	-	-	1.53
Others	72.70	1.34	2.79	-	76.83
Dispute dues-MSME	-	-	-	-	-
Dispute dues	-	-	-	1,062.52	1,062.52
Others	-	-	-	-	-
Total	74.23	1.34	2.79	1,062.52	1,140.88

7 OTHER CURRENT LIABILITIES

Particulars	(₹. in Lakhs)	
	As at 31.03.2023	As at 31.03.2022
Interest on 12.50% Richardson & Cruddas Ltd., Bond holders	45.91	45.91
Railway Siding Rent Payable	9.40	9.40
Deposits from Contractors and Others	294.27	804.10
Other Liabilities	899.98	860.92
Other Payables		
VAT, Service Tax and Works Contract Tax	15.30	15.30
Tax deducted at Source (IT)	4.10	9.61
Tax deducted at Source (GST)	1.32	1.56
Goods and Services Tax	1.51	34.06
Provident Fund and Other Employee deductions	2.34	2.62
Income Tax Payable	11.43	189.27
Salary and Reimbursements		
Employees Benefits Payable	0.57	8.16
Employees Benefits Payable (old)	24.96	24.96
CSR Contribution Payable	45.09	-
Advances from Customers	376.60	376.60
Advance Rentals	14.03	10.16
	1,746.81	2,392.63
8 SHORT - TERM PROVISIONS		
Provision for Gratuity	0.39	12.54
Provision for Compensated Absences	1.48	7.04
	1.87	19.58



RICHARDSON & CRUDDAS (1972) LTD

9 PROPERTY, PLANT AND EQUIPMENT		(₹. in Lakhs)									
Particulars	GROSS BLOCK				DEPRECIATION / AMORTIZATION				NET BLOCK		
	As at 01.04.2022	Additions	Deductions / Adjustments	As at 31.03.2023	Upto 01.04.2022	For the year	Deductions / Adjustments	Upto 31.03.2023	As at 31.03.2023	As at 01.04.2022	
(i) Tangible Assets											
1) Freehold Land	147.86	-	-	147.86	-	-	-	-	147.86	147.86	
Leasehold Land	10.06	-	-	10.06	10.06	-	-	10.06	-	-	
	157.92	-	-	157.92	10.06	-	-	10.06	147.86	147.86	
2) Buildings, Roads, Walls, Terrace, Water-supply, Drainages	1,027.71	5.70	-	1,033.41	601.42	13.38	-	614.80	418.61	426.29	
3) Railway Sidings	0.03	-	-	0.03	0.03	-	-	0.03	-	-	
4) Plant and Machinery Less : Provision for Impairment of Assets	1,278.18 (74.62)	-	-	1,278.18 (74.62)	1,217.88 (69.84)	1.81	-	1,219.69 (69.84)	58.49 (4.78)	60.30 (4.78)	
5) Furniture and Fixtures	138.28	-	-	138.28	95.11	9.60	-	104.71	33.57	43.17	
6) Vehicles	49.86	-	-	49.86	45.18	1.57	-	46.75	3.11	4.68	
7) Office and Miscellaneous Equipments	43.54	-	-	43.54	40.26	0.59	-	40.85	2.69	3.28	
8) Electrical Installations	34.45	-	-	34.45	16.58	3.49	-	20.07	14.38	17.87	
9) Data Processing Equipments	47.40	-	-	47.40	45.44	0.45	-	45.89	1.51	1.96	
Total Tangible Assets	2,702.75	5.70	-	2,708.45	2,002.12	30.89	-	2,033.00	675.45	700.63	
(ii) Intangible Assets											
1) Computer Software	-	-	-	-	-	-	-	-	-	-	
Total Intangible Assets	-	-	-	-	-	-	-	-	-	-	
(iii) Intangible assets under development	-	-	-	-	-	-	-	-	-	-	
TOTAL	2,702.75	5.70	-	2,708.45	2,002.12	30.89	-	2,033.00	675.45	700.63	
PREVIOUS YEAR	2,927.47	0.34	225.06	2,702.75	2,190.56	34.17	222.60	2,002.11	700.63	736.90	
(iv) Capital Work-in-Progress									414.46	414.46	
Less : Provision for Capital Work-in-Progress									414.46	414.46	
									-	-	



RICHARDSON & CRUDDAS (1972) LTD

Particulars	(₹. in Lakhs)	
	As at 31.03.2023	As at 31.03.2022
10 INVENTORIES		
(Valued at lower of cost or net realisable value)		
Raw Materials	19.47	19.47
Work-in-Progress	102.49	102.49
Finished Goods	7.24	7.24
Scrap & Components	12.96	12.96
	142.16	142.16

11 TRADE RECEIVABLES

Figures as at 31.3.2023

(₹. in Lakhs)

Particulars	Outstanding for following periods from due date of payment					
	Less than 6 Months	6 Months - 1Year	1-2 Years	2-3 Years	More than 3 Years	Total
Undisputed Trade Receivables- Considered Goods	34.86	149.97	9.62	2.83	0	197.28
Undisputed Trade Receivables- Considered Doubtful	0	0	0	0	0	0
Disputed Trade Receivables- Considered Goods	0	0	0	0	0	0
Disputed Trade Receivables- Considered Doubtful	0	0	0	21.31	5110.63	5131.94
Others	0	0	0	0	0	0
	34.86	149.97	9.62	24.14	5110.63	5329.22
Less : Provision for Doubtful Trade Receivables	0	0	0	21.31	5110.63	5131.94
Total	34.86	149.97	9.62	2.83	-	197.28

Figures as at 31.3.2022

(₹. in Lakhs)

Particulars	Outstanding for following periods from due date of payment					
	Less than 6 Months	6 Months - 1Year	1-2 Years	2-3 Years	More than 3 Years	Total
Undisputed Trade Receivables- Considered Goods	366.17	3.50	28.66	0.13	356.85	755.31
Undisputed Trade Receivables- Considered Doubtful	-	-	-	-	-	-
Disputed Trade Receivables- Considered Goods	-	-	-	-	-	-
Disputed Trade Receivables- Considered Doubtful	-	-	-	-	4,774.33	4,774.33
Others	-	-	-	-	-	-
	366.17	3.50	28.66	0.13	5,131.18	5,529.64
Less : Provision for Doubtful Trade Receivables	-	-	-	-	4,774.33	4,774.33
Total	366.17	3.50	28.66	0.13	356.85	755.31



RICHARDSON & CRUDDAS (1972) LTD

Particulars	(₹. in Lakhs)	
	As at 31.03.2023	As at 31.03.2022
12 CASH AND BANK BALANCES		
Cash and Cash Equivalents		
Cash on hand	0.13	0.17
Balances with Banks		
- In Current Accounts	119.00	57.05
- In Deposit Accounts (Term Deposits maturing within 12 months)	26,211.84	25,084.55
- In Earmarked Accounts (Term Deposits maturing within 12 months)	18.88	16.73
	26,349.85	25,158.50
13 SHORT - TERM LOANS AND ADVANCES		
(i) Advances to suppliers		
Unsecured, considered good	5.01	23.02
Doubtful	849.11	833.98
Less: Provision for doubtful advances	(849.11)	(833.98)
	5.01	23.02
(ii) Advances to employees		
Unsecured, considered good	0.71	0.46
Doubtful	6.47	6.21
Less: Provision for doubtful advances	(6.47)	(6.21)
	0.71	0.46
(iii) Advances to sub-contractors		
Unsecured, considered good	-	-
Doubtful	10.60	10.60
Less: Provision for doubtful advances	(10.60)	(10.60)
	-	-
(iv) Advance to others		
Unsecured, considered good	-	0.80
Doubtful	12.89	12.10
Less: Provision for doubtful advances	(12.89)	(12.10)
	-	0.80
(v) Claims and other recoverables		
Doubtful	56.16	56.16
Less: Provision for doubtful claims	(56.16)	(56.16)
	-	-
(vi) Deposits		
Unsecured, considered good	19.20	30.15
Doubtful	81.61	70.64
Less: Provision for doubtful advances	(81.61)	(70.64)
	19.20	30.15
(vii) Prepaid expenses	0.41	0.55



RICHARDSON & CRUDDAS (1972) LTD

PARTICULARS	(₹. in Lakhs)	
	As at 31.03.2023	As at 31.03.2022
(viii) Balances with Government authorities		
(a) Excise Duty		
Unsecured, considered good	-	1.00
Doubtful	18.52	17.52
Less: Provision for doubtful advances	(18.52)	(17.52)
	-	1.00
(b) Service Tax		
Unsecured, considered good	-	-
Doubtful	18.15	18.15
Less: Provision for doubtful advances	(18.15)	(18.15)
	-	-
(c) Income Tax (Net of MAT provision)		
Unsecured, considered good	997.08	997.08
Doubtful	0.50	0.50
Less: Provision for doubtful advances	(0.50)	(0.50)
	997.08	997.08
(d) Goods and Services Tax		
Unsecured, considered good	21.11	16.96
(e) Sales tax		
Unsecured, considered good	-	-
Doubtful	-	4.20
Less: Provision for doubtful advances	-	(4.20)
	-	-
(f) Local Government Administrative Bodies		
Unsecured, considered good	-	-
Doubtful	120.00	120.00
Less: Provision for doubtful advances	(120.00)	(120.00)
	-	-
	1,043.52	1,070.02
14 OTHER CURRENT ASSETS		
Interest Accrued on Deposits		
With Banks	689.69	604.24
	689.69	604.24
15 SALE OF SERVICES		
Job Work executed	222.47	290.03
Consulting Charges	3.11	9.33
	225.58	299.36



RICHARDSON & CRUDDAS (1972) LTD

PARTICULARS	(₹. in Lakhs)	
	For the Year Ended 31.03.2023	For the Year Ended 31.03.2022
16 OTHER OPERATING REVENUE		
Rental Income	1,254.05	1,645.37
Scrap Sale	-	17.13
	1,254.05	1,662.50
17 OTHER INCOME		
Interest Income		
From Bank	1,427.50	1,282.55
On Sales Tax Refund	0.18	3.61
Deposits	2.36	1.00
Miscellaneous Receipts	1.81	2.72
	1,431.85	1,289.89
18 COST OF MATERIAL CONSUMED		
Opening stock of Raw Material	19.47	19.47
Add : Purchases	-	-
Less : Closing Stock of Raw Material	19.47	19.47
	-	-
19 CHANGES IN INVENTORIES		
<u>Inventories at the end of the year:</u>		
Finished goods	7.24	7.24
Work-in-Progress	102.49	102.49
Scrap and Loose Tools	12.96	12.96
	122.69	122.69
(A)		
<u>Inventories at the beginning of the year:</u>		
Finished goods	7.24	7.24
Work-in-Progress	102.49	110.00
Scrap and Loose Tools	12.96	20.82
	122.69	138.06
(B)		
(B- A)	-	15.37



RICHARDSON & CRUDDAS (1972) LTD

Particulars	(₹. in Lakhs)	
	For the Year Ended 31.03.2023	For the Year Ended 31.03.2022
20 DIRECT OPERATING EXPENSES		
Sub Contracting Expenses	201.82	266.03
Power & Fuel	83.12	79.98
Repairs & Maintenance		
Plant & Machinery	22.54	18.80
Other Direct Operating Expenses	6.44	6.60
	313.92	371.41
21 EMPLOYEES BENEFITS EXPENSE		
Salaries, Wages and Allowances	63.02	68.74
Gratuity	1.60	0.94
Compensated Absences	5.47	11.97
Contribution to P.F, F.P.F., E.S.I.C.:	20.93	14.83
Employees' welfare and other amenities:		
Medical Reimbursement	1.81	2.67
Other Benefits	1.47	1.47
	94.30	100.62
22 OTHER EXPENSES		
i ADMINISTRATION EXPENSES:		
Rates and Taxes	60.23	101.88
CSR Expenditure / Donation	45.29	87.05
Office Power	2.48	2.21
Insurance	0.34	0.44
Payment to Auditors		
- Audit Fees	2.00	2.00
- Tax Audit Fees	0.80	1.00
Printing and Stationary	2.66	2.39
Postage, Courier and Telephone	1.55	1.20
Travelling & Conveyance Expenses	17.27	7.60
Legal and Professional charges	52.48	59.56
Bank Charges	0.17	0.18
Security Expenses	142.57	138.20
Repairs and Maintenance		
- Flats	14.33	8.09
- Furniture and fixtures	0.04	-
- Other	18.75	18.73
Statutory Payments GST	0.60	0.68
Interest on late payment / Penalty of Statutory dues	4.07	40.15
Directors Sitting Fees	2.60	1.60
Balance Written off	-	33.62
Statutory Payments of Earlier Years	3.23	8.94
Commission Paid	-	6.01
Rent Paid	3.83	2.30
Other Expenses	8.06	3.10
ii SELLING EXPENSES		
Advertisement Expenses	-	1.30
TOTAL OTHER EXPENSES (A+B)	383.35	528.23



RICHARDSON & CRUDDAS (1972) LTD

Particulars	(₹. in Lakhs)	
	For the Year Ended 31.03.2023	For the Year Ended 31.03.2022
23 Prior Period Items		
Prior Period Income	-	1.99
Prior Period Expenses	(0.06)	(5.55)
	(0.06)	(3.56)
24 Exceptional items		
Provision no long required, written back	-	(49.54)
Additional Provision made during the year	381.57	-
Claims by/against Company	8.00	(76.17)
Profit on sale of fixed Assets	-	(220.36)
	389.57	(346.07)
25 Tax Expenses :		
Current Tax	535.00	530.00
Deferred Tax	2.82	79.82
Tax of Earlier Years	(110.87)	-
	426.95	609.82



Notes forming part of the Financial Statements

26 Richardson and Cruddas (1972) Limited was incorporated under the Indian Companies Act, 1956 as a Government Company on 15th day of March, 1973. The Company took over assets and liabilities of Richardson and Cruddas Limited through an act of Parliament called Richardson & Cruddas Limited (Acquisition and Transfer of undertaking) Act, 1972 on 15th day of March, 1973 in the name of Richardson & Cruddas (1972) Limited.

	(₹. In Lakhs)	
	2022-23	2021-22
A. Estimated amount of contracts remaining to be executed on Capital Account and not provided for	Nil	Nil
B. Contingent Liabilities in respect of		(₹. In Lakhs)
	2022-23	2021-22
a. Demands from Sales Tax Authorities disputed by the Company which are under appeal	260.43	260.43
b. Demands from Central Excise Authorities disputed by the Company which are under appeal	101.08	101.08
c. Demands from Custom Authorities disputed by the Company which are under appeal	285.00	285.00
d. Demands from Provident Fund Authorities disputed by the Company	152.37	152.37
e. Demands from Income Tax Authorities disputed by the Company which are under appeal	754.48	2.49
f. Claims against the Company not acknowledged as debt	3,244.81	3,339.81
Total	4,798.17	4,141.18

Note- These contingent liabilities are exclusive of interest and penalty payable, if any, on the claim(s)/demand(s).

27. The financial statements are continued to be prepared on a going concern basis. Due to requisition of both properties of Mulund and Byculla by MCGM carrying out engineering activities was not possible. However, the same was de-relinquished by MCGM vide letter date 20th September 2022. Company's primary source of revenue will be the rental income generated by the leave and license of its Mumbai premises to various Govt. organizations.

Pursuant to Union Cabinet decision dated 21.09.16, Company has stopped booking new orders at Nagpur and Chennai. No movement in inventory of Nagpur unit. Company is carrying its business activities of offering its premises on daily rental basis for various events/ functions/ meetings etc. in accordance with the MoA and AoA. As both Byculla and Mulund properties of Company has been requisitioned by the MCGM for the quarantining and treatment of COVID-19 patients, it has impacted revenue in FY 22-23. Also, HPCL has terminated the lease of Corporate building and has vacated the premises on 31st December 2022, it has also impacted the rental income accordingly.



As on March 31, 2023, the Company had cash and cash equivalents of Rs.26,349.84 Lakhs (Previous Year Rs. 25,158.50 Lakhs). The Company has been successful in managing its business operations. Also, the Board of Directors consider that it is appropriate for the accounts to be prepared on a going concern basis.

28. In respect of paid up share capital as disclosed in Note No.2, 8% Preference Share capital is Rs. 2,326 Lakhs (Previous Year Rs 2,326 Lakhs) the terms and conditions for issue and redemption of these preference shares issued during 1992-93 are yet to be finalized by the Company with the sole preference shareholder - Government of India (GOI). However, in pursuance to the Companies Act 2013, Company engaged in setting up infrastructure project may issue shares for a period exceeding 20 years.

Due to non finalization of terms and conditions with GOI for redemption of preference shares, the Company has not been able to create Preference Shares Redemption Reserve Account in accordance with the Section 69 of The Companies Act, 2013 and rules framed thereon. Further, in the absence of required information, the rate of dividend on these preference shares is presumed to be 8% per annum on non-cumulative basis as per past disclosure.

29. In respect of freehold and leasehold properties of the Company:

- a. The Company has 36.88 acres of land at Mulund comprising of 23.38 acres of freehold land and 13.50 acres of leasehold land. Out of freehold land approximately 7.18 acres has been encroached by Municipal Corporation of Greater Mumbai (MCGM) and approximately 3 acres by slum dwellers, aggregating to 10.18 acres.

MCGM was approached several times in the past to vacate the encroachment. MCGM vide letter dated August 13, 2008 conveyed the outcome of the decision of its "group leader meeting" that they cannot part with the land under their possession but if Government of Maharashtra agrees, the admissible FSI (Transfer of Development Right- TDR) of the land under their possession can be granted to the Company.

During the meeting held on September 3, 2009 at Udyog Bhavan, New Delhi, the Secretary, Dept. of Heavy Industry stated that the land encroached by MCGM and slum dweller falls within the purview of State Government and hence suggested to consider granting admissible FSI/TDR to the Company for the total land under encroachment. Additional Chief Secretary, Govt. of Maharashtra agreed to support the proposal and stated that it will be taken up with the Dept. of Urban Development and Housing Department to consider granting of admissible FSI/TDR for the 10.18 acres of land. Meanwhile, the Company has given formal request to the Commissioner, MCGM, Mumbai vide letter R&C/CMD/MCGM/09-10 dated January 19, 2010 for grant of admissible TDR/FSI to the Company for the total land under encroachment. Since then, there is no further progress in the matter.

- b. The immovable properties of Mulund Works of the Company include leasehold land measuring 54,632.56 sq.mtrs. The lease was for a specific period and during the currency of lease the Company had an option to exercise purchase of 'Reversionary rights' which the Company exercised in the stipulated time and completed conveyance of half of the property that stood in the name of other two lessors. However, the other half of the lease property was encumbered by the lessors by various charges including the one created favouring Bank of Maharashtra which impeded the purchase process by the Company. Subsequently, the legal heirs of lessors and others, deliberately to scuttle the process of sale, wrongfully transferred the property to third party. The Company has filed suit for



specific performance bearing No 3572 /2006 against the lessors and others in the Bombay High Court and the matter is sub-judice.

c. Original documents of title to freehold and leasehold properties are available with the Company except:-

(i) 20 Flats at Ghatkoper, however the company has received Share Certificates pertaining to Ghatkopar Flats from the Managing Committee of the Avinash Housing Society. The Management has also obtained certified copy of Deed of Modification and Confirmation of Agreement for Sale dated September 18, 1982 pertaining to Ghatkopar Flats from the Registrar Office, Mumbai.

(ii) Flat at Mulund (only true copy of share certificate held)

(iii) Nagpur TTS (only photocopy of property papers held)

(iv) Property at G/12/2 at Nagpur (only certified true copy of property papers held)

d. The Byculla Works of the Company are situated on leasehold land admeasuring 13.41 acres presently belonging to the Collector of Mumbai. The lease tenure has expired between 1974 to 2003. The Collector of Mumbai is in the process of revising its policy in respect of Government lands leased out and renewal of expired leases. The Collector of Mumbai has raised a demand of Rs.992.30 Lakhs which has been disputed by the Company. However, pending the final decision, the Company had deposited Rs.120 Lakhs with the Collector of Mumbai, which has been grouped under 'Long Term Loans and Advances' and it is fully provided for. The balance amount has been shown under contingent liability. Meanwhile, Collector, Mumbai sent a letter on July 8, 2013 to exercise an option from following two options:

- Conversion of lease hold land into occupant class-2 by occupation right.
- Renewal of lease for 30 years w.e.f. January 1, 2012 with revision of rental every 5 years at the prevailing market value as per ready reckoner.

The Company exercised an option for conversion of above land into occupant class-2. The application of the Company has since been rejected. The land at Byculla is under attachment by the Collector as per their letter dated October 7, 2016. Against the order of attachment, the Company has filed Writ Petition (No 633 of 2017) and the matter is sub judice at present.

MCGM has not raised any demand on the company in respect of Property Tax. The same will be accounted for as and when demanded by the said authority.

e. The Company has fixed assets on the leased premises at the Byculla and Mulund Works. Net Provision for amortization made in earlier years in respect of Plant & Machinery amounts to Rs.4.78 lakhs. The lease of the premises has expired and pending the final outcome of the Company's litigation/negotiations in respect of the same, no impairment is assessed on the fixed assets at the leased premises and depreciation on these assets is provided as per the Company's policy. In the opinion of the Company, relying on independent valuation report of July 2013, as the value of assets is more than the carrying value, no further impairment is deemed necessary in accordance with the Accounting Standard AS-28.

f. MCGM issued orders vide letter dated 15.05.2020 regarding requisitioning of R&C Mulund property for the purpose of quarantining COVID-19 patients under Epidemic Disease Act-1897. MCGM envisages utilizing the premises for the erection of 1000 bed COVID-19 Jumbo Hospital.



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Further, Mumbai Collector issued order vide letter dated 29.03.2020 and further notice dated 07.04.2020 regarding requisitioning of R&C Byculla property for the purpose of quarantining COVID-19 patients under Epidemic Disease Act-1897.

The company has received compensation of Rs.20.82 Lakhs per month from MCGM for Byculla unit. However in respect of Mulund, company is not in receipt / confirmation of any compensation and in lieu of such uncertainty, no revenue has been recognized by the company. The revenue will be recognized in the year in which it will be received / confirmed.

30 Balances due to/from parties (including of Trade Receivables, Trade Payables, Deposits, Statutory Dues, Loans and Advances and TDS Receivable) are subject to confirmation and reconciliation, if any, from the parties. Claims receivable from Government authorities include refunds and amounts that may be available for future adjustment dependent on applicable audit, assessment, or evaluation.

Further, the Company does not have full and complete particulars and records relating to old outstanding balances with respect to capital work-in-progress, debtors, creditors, other receivables and payables (including advances received and advances given) and other current liabilities which are given in table below:

(Amt. in Lakhs)

Sr. No	Particulars	Old balances outstanding since - 1/4/2017 (Debit balances)	Old balances outstanding since 1/4/2017 (Credit balances)	Provision against such amount as on 31/03/2023
1	Trade Payable	-	1,053.41	-
2	Other current liabilities	-	1,372.95	-
3	Capital WIP	414.46	-	414.46
4	Trade receivables	4,981.86	-	4,981.86
5	Short-term loans and advances	1,186.49	-	1,169.27
	Total	6,582.81	2,426.36	6,565.59

Provision has been made for debit balances that are considered doubtful of recovery in consistence with past practice. In respect of old sundry creditors and other liabilities, in the opinion of the management, status quo needs to be maintained.

31 Disclosure of Exceptional items as required under AS-5 issued by the ICAI are as under-

- The provision for doubtful receivables/ deposits/advances and Balance with government authorities for ₹. 381.57 Lakhs has been done during the year.
- During the year Company has paid claim against cases ₹. 8.00 Lakhs has been booked as exceptional item.

32 There are no stock/inventory and plant & machinery at Chennai unit as of end of FY 2022-23. Due to acute shortage of manpower physical verification of assets and inventories of Nagpur units could not be carried out during the FY 2022-23. Further, Byculla and Mulund unit has been requisitioned by MCGM and Mumbai Collector under Epidemic Disease Act, 1897 till September 2022 and further because of shortage of manpower physical verification of Assets and inventories of Mulund and Byculla unit/office was not done during the FY 2022-23. The necessary adjustments, if required, will be made when the accounts are reviewed, reconciled, and settled. The effect, thereof, if any, on the financial statements is not presently ascertainable.

33 Details of Foreign Currency Transactions

Particulars	March, 2023	March, 2022
	₹. in Lakhs	₹. in Lakhs
a) Earnings in Foreign Currency	-	-
b) Expenditure in Foreign Currency	-	-

During the year, there was no foreign exchange transaction.

34. Out of total suppliers, the Company has information available with it in respect of very few suppliers regarding their status under the Micro, Small & Medium Enterprises Development Act, 2006 and hence disclosures regarding

- Principal amount and the interest due thereon remaining unpaid to any suppliers as at the end of accounting year;
- Interest paid during the year;
- Amount of payment made to the supplier beyond the appointed day during accounting year;
- Interest due and payable for the period of delay in making payment;
- Interest accrued and unpaid at the end of the accounting year; and
- Further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise has not been given.

The company has recognized only those parties as Small and Medium Enterprises who has submitted the certificate under Micro, Small & Medium Enterprises Development Act, 2006.

35. Employee Benefits :

(i) Short Term Employee Benefits: All employee benefits payable wholly within twelve months of rendering the service are classified as short term employee benefits. Benefits such as salaries, wages, short term compensated absences etc., and the expected cost of bonus, ex-gratia are recognized in the period in which the employee renders the related service.

(ii) Long Term Employee Benefits:

- The Company has recognized the following amounts in the Statement of Profit and Loss under the head Company's Contribution to Provident Fund and other Funds:

₹. in Lakhs

Particulars	Current Year	Previous Year
Provident Fund and other funds	20.93	14.83
	20.93	14.83

ii. Details of Gratuity Plan are as follows:

A. Amount recognized in the Balance Sheet

₹. in Lakhs

Particulars	Current Year	Previous Year
Present value of Defined Benefit Obligation	22.58	33.14
Net Liability recognized in the Balance Sheet and included under Provisions	22.58	33.14

B. Expenses recognized in the Statement of Profit and Loss

₹. in Lakhs

Particulars	Current Year	Previous Year
Current Service Cost	1.58	2.81
Interest on Defined Benefit Obligation	1.87	2.82
Net Actuarial Losses/(Gains) recognized in the Year	(1.85)	(4.86)
Total Included in Employee Expenses	1.60	0.94

C. Reconciliation of Benefit Obligation and Plan Assets for the period

₹. in Lakhs

Particulars	Current Year	Previous Year
Change in Defined Benefit Obligation		
Opening Defined Benefit Obligation	33.13	41.72
Current Service Cost	1.58	2.80
Interest Cost	1.87	2.81
Actuarial Losses/(Gains)	(1.85)	(4.68)
Past Service Cost	0	0
Benefit paid	(12.16)	(9.52)
Closing Defined Benefit Obligation	22.58	33.13

D. Summary of Actuarial Assumptions

	Current Year	Previous Year
Discounted rate (per annum)	7.30%	5.65%
Salary Escalation Rate (Per annum)	7.50%	7.50%
Retirement Age	58 years	58 years
Mortality Rates	Indian Assured Lives (2012-14). Ultimate Mortality Rate	Indian Assured Lives (2012-14). Ultimate Mortality Rate
Withdrawal Rate	1%	1%

36. Basis for calculation of Basic and Diluted Earnings Per Share is as follows:

Particulars		Current Year	Previous Year
Net Profit/(Loss) after Tax	₹. in Lakhs	1,272.45	1,934.66
Weighted Average No. of Equity Shares outstanding	Nos.	13,33,505	13,33,505
Basic and Diluted Earnings Per Share	(₹.)	95.42	145.08
Face Value Per Share	(₹.)	1000	1000

37. As per Accounting Standard -18 on Related Party Disclosure issued by the Institute of Chartered Accountant of India, related party information as identified and certified by Management is as under :-

a) List of Related Parties :-

Key management personal (KMP)

Sr. No	Name of Related Party	Relationship
1	Smt. Julie Srivastava	CMD
2	Mr. Sanjay Kumar Ojha	CFO & CS

Transaction during the year with related parties:-

Sr. No	Nature of Transaction	₹. In Lakhs	
		2022-23	2021-22
1	Remuneration Smt. Julie Srivastava	Nil	Nil
2	Mr. Sanjay Kumar Ojha	21.24	18.39

38. Details of Deferred tax asset/(liability) is as under :-

Particulars	₹. In Lakhs	
	As on 31.03.2023	As on 31.03.2022
Tax Impact on Difference between the carrying amount of Fixed assets as per Books accounts and Income Tax	(63.50)	(63.65)
Tax impact on disallowance of Gratuity as per Income Tax	5.68	8.34
Tax impact on disallowance of Leave Encashment as per Income Tax.	7.97	8.28
Tax impact on Expenses disallowed under Section 43B	5.07	5.07
	(44.78)	(41.96)

39. DHI vide letter no. 4(6)/2005-PE.IV dated 06.10.2016 conveyed that Union Cabinet in its meeting held on 21.09.2016 considered the cabinet note dated 09.09.2016 and gave in principle approval to offer units at Chennai and Nagpur for strategic disinvestment as per extant guidelines of NITI Aayog and Department of Investment and Public Asset Management (DIPAM)

Accordingly, the Management vide its letter dated 12.02.2018 has sought clarification from DHI whether:



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1. Nagpur and Chennai Units are to be offered for sale through the process of strategic disinvestment as envisaged in DIPAM guidelines or
2. The units are to be hived off by sale/disposal of movable and immovable assets including land.

Further, DIPAM vide letter No 4/15/2016-DIPAM-I dated 14-09-2018 has clarified that Chennai unit may undergo outright sale instead of strategic sale of unit subject to the approval of the competent authority.

40. Details of Earmarked Fixed Deposits are as under: -

(₹. in Lakhs)				
Particulars	Mumbai	Nagpur	Chennai	Total
Cash & Bank Balances				
FD with Canara bank (Special Deposit FD 1975)	7.65			7.65
FD with SBI (against OD)	7.54			7.54
FD with SBI (against Lien)			0.97	0.97
FD with SBI (against Lien)			1.93	1.93
FD with SBI (against Lien)			0.79	0.79
Grand Total	15.19	0.00	3.69	18.88

41. Details of major cases shown as claims, not Acknowledged as Debts are as under: -

Name of the Party	Reasons	Amount (₹. in Lakhs)
Kirloskar Elect. Co.	Delayed Delivery/Performance (Demand notice received from party)	150.00
Central Railway	License fee for Railway, siding land (Demand notice received from party)	297.68
Collector of Mumbai	Lease Rent (net off ₹120.00 Lakhs Advance Paid) (Demand notice received from party)	872.30
Kaithal Sugar Mills Ltd, Haryana	For setting up 2500 TCD sugar plant. (Matter in High Court)	250.00
SBI - Employees PF Trust	Overdue Interest payment on Bonds (Less of Provision - ₹. 45.58 Lakhs) (Demand notice received from party)	217.64

42. Disclosure for Expenditure towards Corporate Social Responsibility:

During the year the Company has allocated Rs 45.29 Lakhs for CSR activities. Out of such sum, Rs 0.20 lakhs was transferred to PM Care fund on 31.3.2023 and balance Rs 45.09 Lakhs was earmarked for specific CSR Project. (previous year – Rs.87.05 deposited on PM Care Fund).

Details of unspent CSR amount under section 135(6) of the Companies Act 2013 pursuant to ongoing projects:

-



RICHARDSON & CRUDDAS (1972) LTD

₹. in Lacs

Opening Balance	Amount required to be spent during the year	Amount spent during the year	Closing Balance
Nil	45.09	0.00	45.09

43. Title deeds of immovable Property not held in name of the Company

(Other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the Company).

(₹ in Lakhs)

Relevant line items in the Balance sheets	Descriptions of Item of property	Gross carrying Value	Title deeds of immovable Property not held in name of the Company	Whether title deed holder is a promotor, director or relative of Promotor' director or employee of promoters/ director	Property held since which date	Reason for not being held in the name of company / other remarks
Leasehold Land & Building	Byculla	526.03	-	No	19-06-1911	The lease of property has expired between 1974 to 2003, The property has been attached by Collector, Mumbai. Vide their letter dated 07.10.2016. The matter is under litigation before Honourable High Court, Mumbai.
Freehold Land	Mulund	396.49	Yes	No	02-08-1975	Original documents of court receiver available, however matter is under litigation
Leasehold Land	Leasehold Land at Mulund	18.5	-	No	27.04.1974	Out of 13.5 acres, original conveyance deed of 6.75 acre is available and for the balance area is under litigation.
Building	Flats at Aviansh CHSL, Amrut Nagar, Ghatkopar (W), Mumbai	0.01	-	No	16-09-1982	Original title deeds are not available with the company. However, Certified true copies of title deeds in its own name is available with the company.
Freehold Land	Freehold land at TTS Wanadongri, Nagpur	0.65	-	No	01-03-1984	Original title deeds are not available with the company. However, photocopy of title deeds in its own name is available with the company.
Leasehold Land	MIDC Hinhna Nagpur, Factory	0.99	-	No	19-11-1982	The property is taken on lease basis from MIDC. The Company has requested MIDC to issue NOC , however MIDC sent letter for surrendering of land. The matter is taken up against MIDC. Certified true copy of lease deed is available with the company.

44. Capital-work-in ageing schedule

(Amount in Lakhs)

CWIP	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 Years	More than 3 years	
Projects in progress					
Projects temporarily suspended				414.46	414.46

The Capital Work in Progress includes ₹. 411.19 Lakhs on account of welding system of the Tubular Project and ₹. 3.27 Lakhs on account of Laboratory Building against which provision of ₹. 414.46 Lakhs was made by the company.

45. Ratios

Ratios	For FY 22-23	For FY 21-22	Variance (%)	Reason for Variance
Current Ratio (Times) (Current Assets / Current Liabilities)	9.88	7.8	26.62%	Primarily due to increase in FDR and reclassification of deposit from short term to long term
Debt-Equity Ratio (Times) Debt Capital / Shareholder's Equity	0.00	0.00	0.00	-
Debt service coverage Ratio (Times) EBITDA-CAPEX/ Debt Service (Int+Principal)	0.00	0.00	0.00	-
Return on Equity Ratio (%) Profit for the year / Average Shareholder's Equity	8.12%	12.35%	-34.23%	Due to lower profits during the year.
Inventory Turnover Ratio (Times) Cost of Good Sold / Average Inventory	0.55	0.62	-10.91%	-
Trade Receivables turnover ratio (Times) Net Sales / Average trade receivables	3.11	2.90	7.13%	-
Trade payables turnover ratio (Times) Cost of Good Sold/ Closing Trade Payables	0.28	0.31	-11.64%	-
Net capital turnover ratio (%) Sales / Working capital (CA-CL)	5.79%	8.11%	-28.62%	Primarily due to lower sale during the year
Net profit ratio (%) Net Profit / Total Revenue	43.70%	59.50%	-26.54%	Primarily due to lower Net profits during the year because of additional provision for doubtful debts and advances.
Return on Capital employed (%) Earnings before interest and tax / Capital Employed	6.71%	10.59%	-36.63%	Due to lower profits during the year.
Return on investment (%) Net Profit / Investment	0.00	0.00	0.00	-



46. The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year. Thus, the below details shall be NIL
- (i) profit or loss on transactions involving Crypto currency or Virtual Currency,
 - (ii) amount of currency held as at the reporting date,
 - (iii) deposits or advances from any person for the purpose of trading or investing in Crypto Currency or virtual currency."
47. Company does not have balance confirmation certificate of Bank account with State Bank of India, DIGBOI, Assam. As the account is showing balance of ₹0.20 Lakhs in books of accounts.
48. Despite lockdown due to COVID-19, flows in Indian market remained unabated & it continued to operate normally during lockdown in India. As both Byculla and Mulund properties of Company has been requisitioned by the MCGM for the quarantining and treatment of COVID-19 patients, it has impacted revenue in FY 21-22 and will continue to impact the Company's revenue in FY-22-23.
49. During the year, Ind AS is not applicable to the Company as per the provisions of Section 133 of The Companies Act, 2013 and rules framed their under.
50. Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

As per our report of even date attached

For Jain Chowdhary and Co
Chartered Accountants
Firm Regd. No. 113267W
sd/-
CA Siddharth Jain
Partner
Membership No. 104709

Place : Mumbai
Date : 4th September 2023
UDIN : 23104709BGULXS1005

For and on behalf of Board of Directors

sd/-
Shri Aditya Kumar Ghosh
Director
DIN : 09222808
sd/-
Sanjay Kumar Ojha
CFO & CS
Place : Mumbai
Date : 4th September 2023

sd/-
Smt Julie Srivastava
Chairman & Managing Director
DIN : 09623989



RICHARDSON & CRUDDAS (1972) LTD

TEN YEAR DIGEST

Sr. No.	Particulars	(₹ In Lakhs)									
		2022-23	2021-22	2020-21	2019-20	2018-19	2017-18	2016-2017	2015-2016	2014-2015	2013-2014
1	Value of Production	225.58	299.36	670.20	870.36	1,261.82	1,699.95	2,075.67	2,021.90	5,316.37	6,270.34
2	Gross Sales	2,911.48	3,251.75	3,424.05	4,095.41	4,220.54	4,581.35	4,649.50	5,009.62	9,359.51	8,359.70
3	Cost of Sales	201.82	266.03	583.22	768.65	1,179.59	1,619.33	1,822.66	1,732.41	4,736.22	5,489.10
4	Gross Profit/(Loss) before Interest & Depreciation	1,730.29	2,578.66	1,879.42	2,446.45	2,418.34	1,685.29	1,596.97	2,184.69	2,990.75	1,959.82
5	Depreciation	30.89	34.17	37.44	39.65	40.2	39.49	77.73	80.74	251.63	61.33
6	Gross Profit/(Loss) before Interest	1,699.40	2544.49	1841.98	2,406.80	2378.14	1,645.80	1,519.24	2,103.95	2,739.12	1,898.49
7	Interest :										
	a) Government	-	-	-	-	-	-	-	3,110.49	3,103.58	2,281.27
	b) Others	-	-	-	-	-	-	-	-	-	-
8	Profit Before Tax	1,699.40	2,544.49	1,841.98	2,406.80	2,378.14	1,645.80	1,519.24	(1,006.54)	(364.46)	(382.78)
9	Provision for Tax	426.95	609.83	501.16	-539.86	84.44	-	24.80	-	-	-
10	Profit After Tax	1,272.45	1,934.66	1,340.82	2,946.66	2,293.70	1,645.80	1,494.44	(1,006.54)	(364.46)	(382.78)
11	Gross Block	2,708.45	2,702.75	2,927.47	2,927.14	2,861.82	2,856.40	2,711.11	2,534.63	2,737.62	2,897.29
12	Net Block	675.45	700.64	736.91	774.04	752.62	787.40	665.06	516.22	557.11	719.89
13	Working Capital	25,546.39	24,177.13	22,022.39	17,584.93	(34,162.80)	(30,687.01)	(36,631.28)	12,047.62	9,932.99	7,108.36
14	Long Term Loans	-	-	-	-	-	-	-	52,658.68	49,555.27	46,451.86
15	Short Term Loans (Incl. Cash Credit)	-	-	-	-	-	-	-	-	-	-
16	Share Capital	15,661.05	15,661.05	15,661.05	15,661.05	15,661.05	15,661.05	15,661.05	5,483.53	5,483.53	5,483.53
17	Reserves	10,342.83	9,070.38	43,478.39	43,478.39				-	-	-
18	Capital Employed	26,221.84	24,877.76	22,759.30	18,358.97	(33,410.18)	(29,899.61)	(35,966.22)	12,563.84	10,490.10	7,828.25
19	Net Worth	26,003.88	24,731.43	22,796.76	21,455.94	(24,969.10)	(27,262.79)	(28,908.59)	(40,580.55)	(39,574.01)	(39,209.55)
20	Cumulative Loss	-	-	(36,342.68)	(37,683.50)	(40,630.15)	(42,923.84)	(44,569.64)	(46,064.08)	(45,057.54)	(44,693.08)
21	Value Added	23.76	33.33	86.98	26.39	9.27	25.62	186.97	220.25	519.80	639.40
22	Salaries, Wages & Benefits	94.30	100.62	156.62	292.38	158.25	122.95	153.25	118.49	110.79	143.22
23	Value Added Per employee	7.92	8.33	17.40	3.30	1.03	2.85	17.00	13.77	32.49	29.06
24	Contribution to Exchequer	426.95	609.83	501.16	(539.86)	84.44	13.71	100.32	28.64	93.23	59.74
25	No. of Employees	3	4	5	8	9	9	11.00	16	16	22
26	Value Added Per Rupee of wages	0.25	0.33	0.56	0.09	0.06	0.21	1.22	1.86	4.69	4.46
27	Salary & Wages to Sales	30.87	32.32	21.86	14.01	26.67	37.26	30.34	42.28	84.48	58.37
28	Sundry Debtors to No of days to Turnover	25	85	64	66	68	83	116	150	80	107