

AUDIT REPORT

FOR THE ACCOUNTING YEAR

2020 - 2021

OF

RICHA INFO SYSTEMS
PRIVATE LIMITED

SHOP NO. 101,, SHALIN COMPLEX, SECTOR-11,
GANDHINAGAR, GANDHINAGAR, GUJARAT-382011

BY
AUDITORS :

G C PATEL & CO.
CHARTERED ACCOUNTANTS

M104, M1 FLOOR, ABHISHEK BUILDING,
SECTOR-11, GANDHINAGAR-382011 GUJARAT



Independent Auditor's Report

To

The Members of

M/s. RICHA INFO SYSTEMS PRIVATE LIMITED

Report on the Financial Statements

Opinion

1. We have audited the accompanying standalone financial statements of **M/s. RICHA INFO SYSTEMS PRIVATE LIMITED**, as on 31st March, 2021, which comprises the Balance Sheet as on 31st March, 2021, the statement of Profit and Loss Account for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information and other explanatory information.
2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013, in the manner so required for company and are in conformity with accounting principles generally accepted in India and give:
 - a. true and fair view in case of the Balance sheet, of the state of affairs of the company as at 31st March, 2021; and
 - b. true balance of profit/loss in case of Statement of Profit & Loss account for the year ended on that date.

Basis for Opinion

3. We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 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 Financial Statements section of our report.



We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the Standalone Financial Statements

4. 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, (changes in equity) and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate implementation and maintenance of accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

Those Board of Directors are also responsible for overseeing the company's financial reporting process.



Auditor's Responsibilities for the audit of the Financial Statements

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

Other Matters - NIL

Report on Other Legal and Regulatory Requirements

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

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

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

- a. 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 [and proper returns adequate for the purposes of our audit have been received from the branches not visited by us.
- b. 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.
- c. In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

- d. On the basis of the written representations received from the directors as on 31st March, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2021 from being appointed as a director in terms of Section 164 (2) of the Act.
- f. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
1. The Company does not have any pending litigations which would impact its financial position.
 2. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.
 3. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

Date: 05/07/2021

Place: Gandhinagar

UDIN : 21102215AAAAPX 8529



For, G.C. Patel & Co.
Chartered Accountants



CA. BHARAT B. PATEL
Partner, Mem. No. 102215
FRN No. 113693W

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

- (i) (a) The company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets;
- (b) The fixed assets have been physically verified by the management at reasonable intervals; and no material discrepancies were noticed on such verification.
- (c) The title deeds of immovable properties are held in the name of the company.
- (ii) Physical verification of inventory has been conducted at reasonable intervals by the management, and no material discrepancies were noticed during the process of physical verification.
- (iii) The company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013.
- (iv) The company has complied with the provisions of loans, investments, guarantees, and security as per the provisions of section 185 and 186 of the Companies Act, 2013.

- (v) The company has not accepted deposits, as per the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act, 2013.
- (vi) The maintenance of cost records has not been specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013 for the company.
- (vii) (a) The company is regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues to the appropriate authorities.
(b) There is no dues of income tax or sales tax or service tax or duty of customs or duty of excise or value added tax have been pending by the company.
- (viii) The company has not defaulted in repayment of loans or borrowing to a financial institution, bank, Government or dues to debenture holders.
- (ix) The company has not raised the moneys by way of initial public offer or further public offer (including debt instruments) and term loans.
- (x) There is no fraud by the company or any fraud on the Company by its officers or employees during the year.
- (xi) The managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act.
- (xii) The company is not the Nidhi Company as specified in the **Nidhi Rules, 2014.**



- (xiii) All the transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013, have been disclosed in the Financial Statements etc., as required by the applicable accounting standards;
- (xiv) The company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review.
- (xv) The company has entered into non-cash transactions with directors or persons connected with him and the provisions of section 192 of Companies Act, 2013 have been complied with in this regards;
- (xvi) The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

Dated : 5th July, 2021

Place : Gandhinagar.

UDIN : 21102215AAAAPX8529



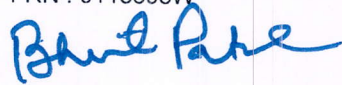
**For, G.C. Patel & Co.
Chartered Accountants**

CA. BHARAT B. PATEL
Partner, Mem. No. 102215
FRN No. 113693W

RICHA INFO SYSTEMS PRIVATE LIMITED
BALANCE SHEET AS AT 31/03/2021


Particulars	Note	31/03/2021	31/03/2020
EQUITY AND LIABILITIES			
Shareholders' funds			
Share capital	1	100000.00	100000.00
Reserves and surplus	2	14148899.09	6849872.06
Money received against share warrants		-	-
		14248899.09	6949872.06
Share application money pending allotment		-	-
Non-current liabilities			
Long-term borrowings	3	16645213.16	7793034.58
Deferred tax liabilities (Net)		-	-
Other Long term liabilities		-	-
Long-term provisions		-	-
		16645213.16	7793034.58
Current liabilities			
Short-term borrowings	4	29875336.67	19112268.80
Trade payables	5	3811390.05	1396283.34
Other current liabilities		-	-
Short-term provisions	6	11787885.22	2225706.45
		45474611.94	22734258.59
TOTAL		76368724.19	37477165.23
ASSETS			
Non-current assets			
Property, Plant and Equipment			
Tangible assets	7	2316101.41	3160654.59
Intangible assets		-	-
Capital work-in-progress		-	-
Intangible assets under development		-	-
		2316101.41	3160654.59
Non-current investments		-	-
Deferred tax assets (net)	8	1030382.16	1012907.56
Long-term loans and advances	9	-	148000.00
Other non-current assets	10	144480.00	-
		3490963.57	4321562.15
Current assets			
Current investments		-	-
Inventories	11	21794120.00	11434385.00
Trade receivables	12	30041646.45	16576133.59
Cash and cash equivalents	13	17926390.17	519791.27
Short-term loans and advances		-	-
Other current assets	14	3115604.00	4625293.22
		72877760.62	33155603.08
TOTAL		76368724.19	37477165.23

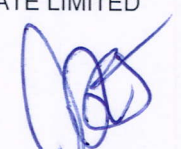
In terms of our attached report of even date
For G C PATEL & CO.
CHARTERED ACCOUNTANTS
FRN : 0113693W


BHARAT BABULAL PATEL
(PARTNER)



For RICHA INFO SYSTEMS PRIVATE LIMITED


HEMA SHAH
(DIRECTOR)
(DIN : 03115848)


TUSHAR SHAH
(DIRECTOR)
(DIN : 03115836)

Place : Gandhinagar

Date : 05/07/2021

RICHA INFO SYSTEMS PRIVATE LIMITED
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31/03/2021

Particulars	Note	31/03/2021	31/03/2020
Revenue from operations	15	201122073.28	175555304.76
Other income	16	11779.00	68854.68
Total Revenue		201133852.28	175624159.44
Expenses			
Cost of materials consumed		-	-
Purchases of Stock-in-Trade	17	170972849.42	158281172.89
Changes in inventories of finished goods work-in-progress and Stock-in-Trade	18	(10359735.00)	(9224175.00)
Employee benefits expense	19	16855687.94	9565439.97
Finance costs	20	2614677.98	1885739.48
Depreciation and amortization expense	21	1067578.00	1450253.00
Other expenses	22	10119241.51	8965949.81
Total expenses		191270299.85	170924380.15
Profit before exceptional, extraordinary and prior period items and tax		9863552.43	4699779.29
Exceptional items		-	-
Profit before extraordinary and prior period items and tax		9863552.43	4699779.29
Extraordinary Items		-	-
Profit before prior period items and tax		9863552.43	4699779.29
Prior Period Items		-	-
Profit before tax		9863552.43	4699779.29
Tax expense:	23		
Current tax		2582000.00	1307582.00
Deferred tax		(17474.60)	(82345.75)
Profit/(loss) for the period from continuing operations		7299027.03	3474543.04
Profit/(loss) from discontinuing operations		-	-
Tax expense of discontinuing operations		-	-
Profit/(loss) from Discontinuing operations (after tax)		-	-
Profit/(loss) for the period		7299027.03	3474543.04
Earnings per equity share:	24		
Basic		729.90	347.45
Diluted		729.90	347.45

In terms of our attached report of even date
For G C PATEL & CO.
CHARTERED ACCOUNTANTS
FRN : 0113693W

Bharat Patel

BHARAT BABULAL PATEL
(PARTNER)



For RICHA INFO SYSTEMS PRIVATE LIMITED

Hema Shah
HEMA SHAH
(DIRECTOR)
(DIN : 03115848)

Tushar Shah
TUSHAR SHAH
(DIRECTOR)
(DIN : 03115836)

Place : Gandhinagar

Date : 05/07/2021

NOTES ON ACCOUNTS FOR THE YEAR ENDED MARCH 31, 2021

1 Share Capital

Particulars	In ₹	
	31/03/2021	31/03/2020
Authorised		
500000 (10000) Equity Shares of ₹ 10/- Par Value	5000000.00	100000.00
	5000000.00	100000.00
Issued		
10000 (10000) Equity Shares of ₹ 10/- Par Value	100000.00	100000.00
	100000.00	100000.00
Subscribed		
10000 (10000) Equity Shares of ₹ 10/- Par Value	100000.00	100000.00
	100000.00	100000.00
Paidup		
10000 (10000) Equity Shares of ₹ 10/- Par Value Fully Paidup	100000.00	100000.00
	100000.00	100000.00

Holding More Than 5%

Particulars	31/03/2021		31/03/2020	
	Number of Share	% Held	Number of Share	% Held
Dineshchandra Shah	2000	20.00	2000	20.00
Hema Shah	4000	40.00	4000	40.00
Tushar Shah	4000	40.00	4000	40.00

Reconciliation

Particulars	31/03/2021		31/03/2020	
	Number of Share	Amount	Number of Share	Amount
Number of shares at the beginning	10000	100000.00	10000	100000.00
Add : Issue	0	0.00	0	0.00
Less : Bought Back	0	0.00	0	0.00
Others	0	0.00	0	0.00
Number of shares at the end	10000	100000.00	10000	100000.00

2 Reserve and Surplus

Particulars	In ₹	
	31/03/2021	31/03/2020
Profit and Loss Opening	6849872.06	3340870.02
Amount Transferred From Statement of P&L	7299027.03	3474543.04
Amount Transferred From Sundries		
Others	0.00	34459.00
	0.00	34459.00
	14148899.09	6849872.06
	14148899.09	6849872.06

3 Long Term Borrowings

Particulars	In ₹	
	31/03/2021	31/03/2020
Term Loan		
Banks		
Secured		
Rupee		
Car Loan	2543866.94	3187946.94
Loan and Advances From Related Parties		
Unsecured		
Director		
Loan from Directors	14101346.22	4605087.64
	16645213.16	7793034.58



4 Short Term Borrowings

In ₹		
Particulars	31/03/2021	31/03/2020
Loans repayable on demand		
Banks		
Secured		
Punjab National Bank (Formerly Oriental Bank of Commerce)	29875336.67	19112268.80
	29875336.67	19112268.80

5 Trade Payables

In ₹		
Particulars	31/03/2021	31/03/2020
Creditors Due Small Micro Enterprises		
As per annexure	3811390.05	1396283.34
	3811390.05	1396283.34

6 Short Term Provisions

In ₹		
Particulars	31/03/2021	31/03/2020
Tax Provision		
Current Tax	2582000.00	1307582.00
Others		
Unpaid Audit Fees	30000.00	30000.00
TDS Payable	1016694.00	417645.00
TCS Payable	101710.00	0.00
Unpaid GST	3096171.22	414418.45
Salary Payable	1000000.00	0.00
Provision for Director Remuneration	3961310.00	0.00
Imprest A/c	0.00	56061.00
	11787885.22	2225706.45



[illegible]

8 Deferred Taxes

		In ₹	
Particulars	31/03/2021	31/03/2020	
Deferred Tax Assets			
Fixed Assets	1030382.16	1012907.56	
	1030382.16	1012907.56	

9 Long-term loans and advances

		In ₹	
Particulars	31/03/2021	31/03/2020	
Loans and advances to others	0.00	148000.00	
	0.00	148000.00	

10 Other non-current assets

		In ₹	
Particulars	31/03/2021	31/03/2020	
Trade Receivable			
Secured, Considered Good			
Others			
Preliminary Expenses	144480.00	0.00	
	144480.00	0.00	

11 Inventories

		In ₹	
Particulars	31/03/2021	31/03/2020	
Finished Goods	21794120.00	11434385.00	
	21794120.00	11434385.00	

12 Trade receivables

		In ₹	
Particulars	31/03/2021	31/03/2020	
Trade Receivable			
Secured, considered good			
Within Six Months			
As per annexure	30041646.45	16576133.59	
	30041646.45	16576133.59	

13 Cash and cash equivalents

		In ₹	
Particulars	31/03/2021	31/03/2020	
Cash in Hand	27851.07	505335.67	
Balances With Banks			
Balance With Scheduled Banks			
Current Account	17898539.10	14455.60	
Others	17926390.17	519791.27	



14 Other current assets

Particulars	In ₹	
	31/03/2021	31/03/2020
TDS 2020-21	790670.00	0.00
EMD for Tender	2324934.00	4000956.00
GST	0.00	160411.58
TDS 2019-20	0.00	463925.64
	3115604.00	4625293.22

In terms of our attached report of even date

For G C PATEL & CO.
CHARTERED ACCOUNTANTS
FRN : 0113693W

Bharat Patel

BHARAT BABULAL PATEL
(PARTNER)



For RICHA INFO SYSTEMS PRIVATE LIMITED

Hema Shah

HEMA SHAH
(DIRECTOR)
(DIN : 03115848)

Tushar Shah

TUSHAR SHAH
(DIRECTOR)
(DIN : 03115836)

Place : Gandhinagar

Date : 05/07/2021

NOTES ON ACCOUNTS FOR THE YEAR ENDED MARCH 31, 2021

15 Revenue from operations

Particulars	31/03/2021	31/03/2020
Sale of Products		
Other Goods		
Revenue from operations	201122073.28	175555304.76
	201122073.28	175555304.76

16 Other income

Particulars	31/03/2021	31/03/2020
Interest	6269.00	0.00
Miscellaneous		
Scrap Sales	3310.00	0.00
Demo Income	2200.00	0.00
Exchange rate fluctuation	0.00	68854.68
	11779.00	68854.68

17 Purchases of Stock-in-Trade

Particulars	31/03/2021	31/03/2020
Stock in Trade	170972849.42	158281172.89
	170972849.42	158281172.89

18 Changes in inventories of finished goods, work-in-progress and Stock-in-Trade

Particulars	31/03/2021	31/03/2020
Opening		
Stock in Trade	11434385.00	2210210.00
	11434385.00	2210210.00
Closing		
Stock in Trade	21794120.00	11434385.00
	21794120.00	11434385.00
Increase/Decrease		
Stock in Trade	(10359735.00)	(9224175.00)
	(10359735.00)	(9224175.00)

Details of Changes in Inventory

Particulars	31/03/2021	31/03/2020
Stock in Trade		
Stock WIP	(10359735.00)	(9224175.00)
	(10359735.00)	(9224175.00)

19 Employee benefits expense

Particulars	31/03/2021	31/03/2020
Salary, Wages & Bonus		
Director Remuneration	4800000.00	2850000.00
Salary Exp.	11434521.00	5884295.00
Staff Welfare Exp.	495397.94	518808.97
Conveyance Exp.	125769.00	312336.00
	16855687.94	9565439.97

20 Finance costs

Particulars	31/03/2021	31/03/2020
Interest Expenses		
Interest Expenses	2365413.00	1520079.06
Bank Charges		
Bank Charges	201364.98	108106.02

21 Depreciation and amortisation expense

Particulars	In ₹	
	31/03/2021	31/03/2020
Depreciation & Amortisation		
Depreciation Tangible Assets	1031458.00	1450253.00
Impairment & Write down of assets		
Other Write down Assets	36120.00	0.00
	1067578.00	1450253.00

22 Other expenses

Particulars	In ₹	
	31/03/2021	31/03/2020
Manufacturing Service Costs Expenses		
Insurance	333768.00	574678.96
Administrative and General Expenses		
Auditors Remuneration		
Audit Fees	48000.00	30000.00
Legal and Professional Charges	923869.00	395360.20
Selling Distribution Expenses		
Advertising Promotional Expenses	294317.00	147067.00
Commission Paid	1686880.00	800000.00
Other Selling Distribution Expenses		
Event Organisation Exp	0.00	1476189.00
Other Expenses		
Interest & Penalty on Income tax, VAT, TDS & GST	270098.19	91547.76
Import Material Exp.	747095.64	0.00
Site Exp.	522000.00	0.00
Electricity Exp	111376.37	119414.69
Office Exp.	91313.12	31312.00
Stationery & Xerox Exp.	81985.67	197878.31
Tea & Refressment Exp	33324.00	109326.49
Sweeper Exp.	42480.00	26720.00
Interest & Mobile Exp.	115436.69	253903.62
Water Exp.	33987.00	27965.00
Rent Exp	352000.00	308000.00
Kasar Vatav	52789.42	99992.96
Security & Labour Services	76083.00	0.00
GEM Exp.	94280.00	0.00
Repair & Maintenance	627513.05	319679.53
Freight & Transport Exp.	920589.21	1482504.81
Travelling Exp.	2659244.10	2422023.48
Discount Exp.	812.05	0.00
Property Tax Exp.	0.00	11928.00
Installation Exp	0.00	40458.00
	10119241.51	8965949.81

23 Tax expense


Particulars	In ₹	
	31/03/2021	31/03/2020
Current tax	2582000.00	1307582.00
Deferred tax	(17474.60)	(82345.75)
	2564525.40	1225236.25



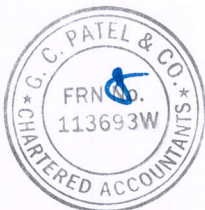
24 Earnings per equity share

Particulars	In ₹	
	31/03/2021	31/03/2020
Earnings Per Equity Share		
Basic		
Basic EPS Before Extra Ordinary Item	729.90	347.45
Diluted		
Diluted EPS Before Extra Ordinary Item	729.90	347.45

In terms of our attached report of even date
For G C PATEL & CO.
CHARTERED ACCOUNTANTS
FRN : 0113693W



BHARAT BABULAL PATEL
(PARTNER)



For RICHA INFO SYSTEMS PRIVATE LIMITED



HEMA SHAH
(DIRECTOR)
(DIN : 03115848)



TUSHAR SHAH
(DIRECTOR)
(DIN : 03115836)

Place : Gandhinagar

Date : 05/07/2021

M/S. RICHA INFO SYSTEMS PRIVATE LIMITED

Notes forming part of financial statements for the year ended March 31, 2021

NOTE : 1

NATURE OF OPERATIONS

M/s. RICHA INFO SYSTEMS PRIVATE LIMITED is engaged primarily in the business of Infosys Product and Other related services.

1. SIGNIFICANT ACCOUNTING POLICIES

A. Basis of preparation

The financial statements have been prepared to comply in all material respects with the mandatory Accounting Standards notified by Companies (Accounts) Rules, 2014, (as amended) and the relevant provisions of the Companies Act, 2013. The financial statements have been prepared under the historical cost convention on an accrual basis in accordance with the accounting principles generally accepted in India. The accounting policy has been consistently applied by the Company.

B. Use of estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities as at the date of the financial statements and the results of operations during the reporting period. Although these estimates are based upon management's best knowledge of current events, plans and actions, actual results could differ from these estimates. Any revision to accounting estimates and assumptions are recognised prospectively.

C. Depreciation and amortisation

i) Tangible assets

- (a) Depreciation is provided from the date the assets are already in use, on Written Down method as per the useful life of the assets as prescribed under Part C of Schedule II of the Companies Act, 2013.

Depreciation method, useful life and residual value are reviewed periodically.

- (b) Assets individually costing less than or equal to Rs. 5,000 are fully depreciated in the year of purchase except under special circumstances.



M/S. RICHA INFO SYSTEMS PRIVATE LIMITED

Notes forming part of financial statements for the year ended March 31, 2021

D. Impairment of tangible assets / intangible assets

The carrying amount of tangible assets / intangible assets is reviewed periodically for any indication of impairment based on internal / external factors. An impairment loss is recognised wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the asset's net selling price and value in use.

E. Revenue Reorganisation

(i) Other income

Dividend income is recognised when the right to receive dividend is established.

Other incomes are accounted on accrual basis, except interest on delayed payment by debtors and liquidated a damage which is accounted on acceptance of the Company's claim.

F. Foreign currency transactions

Foreign currency transactions are recorded in the reporting currency (Indian Rupee) by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency on the date of the transaction.

All monetary items denominated in foreign currency are converted into Indian rupees at the year-end exchange rate. The exchange differences arising on such conversion and on settlement of the transactions are recognised in the statement of profit and loss. Non- monetary items in terms of historical cost denominated in a foreign currency are reported using the exchange rate prevailing on the date of the transaction.



M/S. RICHA INFO SYSTEMS PRIVATE LIMITED

Notes forming part of financial statements for the year ended March 31, 2021

G. Leases

i) Where the Company is the lessee

Lease arrangements where the risks and rewards incidental to ownership of an asset substantially vest with the lessor are recognised as operating lease. Operating lease payments are recognised as an expense in the statement of profit and loss on straight line basis over the lease term, unless there is another systematic basis which is more representative of the time pattern of the lease.

ii) Where the Company is the lessor

Assets representing lease arrangements given under operating leases are included in fixed assets. Lease income is recognised in the statement of profit and loss on straight line basis over the lease term, unless there is another systematic basis which is more representative of the time pattern of the lease.

Initial direct costs are recognised immediately in the statement of profit and loss.

H. Taxation

- i) Provision for income-tax is made under the liability method after availing exemptions and deductions at the rates applicable under the Income-tax Act, 1961.
- ii) Deferred tax resulting from timing difference between book and tax profits is accounted for using the tax rates and laws that have been enacted as on the balance sheet date.
- iii) Deferred tax assets arising on the temporary timing differences are recognised only if there is reasonable certainty of realisation.
- iv) Minimum Alternate Tax ('MAT') credit is recognised as an asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the specified period. In the year in which the Company recognises MAT credit as an asset in accordance with the Guidance Note on Accounting for Credit Available in respect of Minimum Alternative Tax under the Income-tax Act, 1961, the said asset is created by way of credit to the statement of profit and loss and shown as "MAT Credit Entitlement". The Company reviews the "MAT Credit Entitlement" asset at each

M/S. RICHA INFO SYSTEMS PRIVATE LIMITED

Notes forming part of financial statements for the year ended March 31, 2021

reporting date and writes down the asset to the extent the Company does not have convincing evidence that it will be able to utilise the MAT Credit Entitlement within the period specified under the Income-tax Act, 1961.

I. Provisions and contingent liabilities

- i) A provision is recognised when
 - a The Company has a present obligation as a result of a past event;
 - b It is probable that an outflow of resources embodying economic benefits will be required to settle the obligation; and
 - c A reliable estimate can be made of the amount of the obligation.
- ii) A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably may not, require an outflow of resources. A contingent liability also arises in extreme cases where there is a probable liability that cannot be recognised because it cannot be measured reliably.
- iii) Where there is a possible obligation or a present obligation such that the likelihood of outflow of resources is remote, no provision or disclosure is made.

J. Earnings per share

Basic earnings per share is calculated by dividing the net profit / (loss) for the year attributable to equity shareholders (after deducting preference dividends and attributable taxes) by weighted average number of equity shares outstanding during the year.

For the purpose of calculating diluted earnings per share, the net profit / (loss) for the year attributable to equity shareholders and the weighted average numbers of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.



M/S. RICHA INFO SYSTEMS PRIVATE LIMITED

Notes forming part of financial statements for the year ended March 31, 2021

24. RELATED PARTY DISCLOSURES

A. Name of related parties and related party relationship

i) Related parties where control exists

Holding company NIL

Fellow subsidiary NIL

B. Related party transactions

Name and relationship	Nature of transaction	CURRENT YEAR 2021 (Rs.)	PREVIOUS YEAR 2020 (Rs.)
Hema T. Shah	Director Remuneration	20,00,000.00	12,00,000.00
Tushar D. shah	Director Remuneration	25,00,000.00	13,00,000.00
Dinesh F. Shah	Director Remuneration	3,00,000.00	3,50,000.00
Richa Infosys	Sister Concerned	10,14,21,253.36	13,54,68,455.02

C. Closing balances of related parties

Name and relationship	Nature of transaction	CURRENT YEAR 2021 (Rs.)	PREVIOUS YEAR 2020 (Rs.)
Dinesh F. Shah	Loan and Provision for Remuneration	3,48,476.62	2,48,476.62
Tushar D. shah	Loan and Provision for Remuneration	23,92,840.22	11,57,386.00
Hema T. Shah	Loan and Provision for Remuneration	1,50,21,339.38	31,99,225.02
Richa Infosys	Trading	0.00	22,19,446.64



M/S. RICHA INFO SYSTEMS PRIVATE LIMITED

Notes forming part of financial statements for the year ended March 31, 2021

25. DETAILS OF DUES TO MICRO, SMALL AND MEDIUM ENTERPRISES AS PER THE MICRO, SMALL AND MEDIUM ENTERPRISES DEVELOPMENT ACT, 2006

PARTICULARS	CURRENT YEAR 2021 (Rs.)	PREVIOUS YEAR 2020 (Rs.)
The principal amount and the interest due thereon remaining unpaid to any supplier as at the end of each accounting year	NIL	NIL
- Principal amount	NIL	NIL
- Interest amount	NIL	NIL

The amount of interest due and payable for the year due to delay in making payment under Micro, Small and Medium Enterprise Development Act, 2006 is Rs. Nil (Rs. Nil). No interest is accrued / unpaid for the current year.

Disclosure of trade payables under current liabilities is based on the information available with the Company regarding the status of the suppliers as defined under the Micro, Small and Medium Enterprises Development Act, 2006.

26. EXPENDITURE IN FOREIGN CURRENCY (ON PAYMENT BASIS)

PARTICULARS	CURRENT YEAR 2021 (Rs.)	PREVIOUS YEAR 2020 (Rs.)
NIL	NIL	NIL

27. EARNING IN FOREIGN CURRENCY (ON RECEIPT BASIS)

PARTICULARS	CURRENT YEAR 2021 (Rs.)	PREVIOUS YEAR 2020 (Rs.)
NIL	NIL	NIL



M/S. RICHA INFO SYSTEMS PRIVATE LIMITED

Notes forming part of financial statements for the year ended March 31, 2021

28. AMOUNT PAID TO AUDITORS

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
	2021 (Rs.)	2020 (Rs.)
Audit Fees	48,000.00	30,000.00
Taxation Matter	NIL	NIL
Reimbursement of Expenses	NIL	NIL
Total	48,000.00	30,000.00

29. OTHER NOTES

- A. Since the operations of the Company involve only Infosys Product and other related services, the segment information as required by Accounting Standard 17 "Segment Reporting" is not disclosed.
- B. Balance of trade payables and loans and advances are subject to confirmation from respective parties and reconciliation, if any.
- C. In our opinion, all current assets appearing in the Balance Sheet as at March 31, 2021 have a value on realisation in the ordinary course of the Company's business at least equal to the amount at which they are stated in the Balance Sheet.
- D. Previous year figures have been regrouped, re-arranged and re-classified wherever necessary to conform to current year's classification.

Date: 5th July, 2021

Place: Gandhinagar

As per our report of even date

For, G.C. Patel & Co.
Chartered Accountants

Bharat B. Patel

CA. BHARAT B. PATEL
Partner, Mem. No. 102215
FRN No. 113693W



For and on behalf of the Board of Directors

For, **M/s. RICHA INFO SYSTEMS PRIVATE LIMITED**

Hema Shah

HEMA

SHAH

(DIRECTOR)

(DIN: 03115848)

Tushar Shah

TUSHAR

SHAH

(DIRECTOR)

(DIN: 03115836)