



**ESVI INTERNATIONAL  
(ENGINEERS & EXPORTERS) LTD**



**ANNUAL REPORT  
2022-23**



<b>CHAIRMAN</b>	SRI N GOPALA RATNAM
<b>DIRECTORS</b>	SRI A L SOMAYAJI SRI ARUN G BIJUR SRI N RAMANATHAN
<b>AUDITORS</b>	MAHARAJ N R SURESH AND CO LLP Chartered Accountants Chennai
<b>BANKERS</b>	UCO BANK. IDBI BANK.

**REGISTERED OFFICE**    ESVIN HOUSE  
No.13, Old Mahabalipuram Road  
Perungudi  
Chennai 600 096

<b>CONTENTS</b>	<b>Pg #</b>
Notice .....	1
Board's Report .....	7
Auditors' Report .....	13
Balance Sheet .....	26
Statement of Profit & Loss .....	27
Cash flow statement .....	30
Notes on Financial Statements ...	31
Attendance/ Proxy Form .....	47



**Notice of Annual General Meeting**

NOTICE is hereby given that the 45<sup>th</sup> Annual General Meeting of the company will be held on Monday, the 26<sup>th</sup> June 2023 at 10.00.AM at 109, Nungambakkam High Road, Chennai 600 034 to transact the following business.

**ORDINARY BUSINESS**

**1. Adoption of Financial Statements**

To consider and adopt the Financial Statements of the Company for the year ended 31<sup>st</sup> March 2023 and the Reports of the Board of Directors and Auditors thereon.

**2. Reappointment of retiring Director**

To appoint a Director in the place of Mr A L Somayaji (DIN 00049772) who retires by rotation and being eligible, offers himself for re-appointment.

**3. Appointment of Auditors**

To consider and if thought fit, to pass with or without modifications the following resolution as an Ordinary Resolution:

- (a) RESOLVED that pursuant to Section 139 and other applicable provisions of the Companies Act, 2013 and the Rules made thereunder, the company do hereby appoint M/s Suri & Co. Chartered Accountants, Chennai (Firm Registration no. 004283S) as Statutory Auditors for a period of 5 years from the conclusion of this (45<sup>th</sup>) Annual General Meeting till the conclusion of 50<sup>th</sup> Annual General Meeting.
- (b) RESOLVED FURTHER that the Board of Directors be and are hereby authorized to fix the remuneration of the auditors from time to time.

(By Order of the Board)

For ESVI INTERNATIONAL (ENGINEERS & EXPORTERS) LIMITED

Chennai  
01/06/2023

**N Gopala Ratnam**  
CHAIRMAN

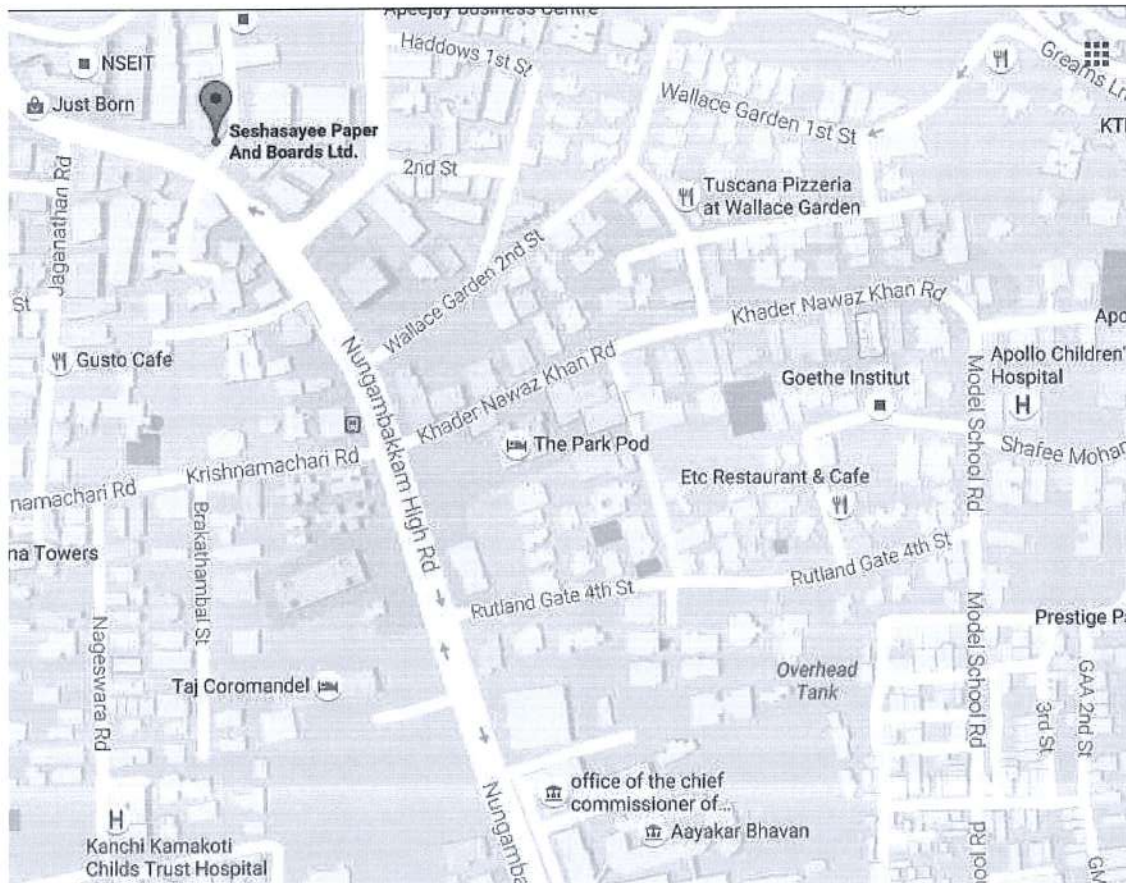




**Notes:**

1. A Member entitled to attend and vote at the meeting is entitled to appoint one or more proxies to attend and vote on a poll instead of himself and such proxy need not be a member of the company.
2. Proxies, in order to be effective, must be received at the registered of the company not later than 48 hours before the Meeting.
3. Members are requested to immediately intimate any change in their address registered with the Company.

**ROUTE MAP**





Details of Directors seeking reappointment at the 45<sup>th</sup> Annual General Meeting

[Pursuant to Clause 1.2.5 of Secretarial Standard-2]

Name of Director seeking reappointment	Mr A L Somayaji
DIN	00049772
Date of Birth / Age	27.01.1944 (79)
Qualification	B.com, B.L.
Experience & Expertise	Eminent Senior Advocate Served as Advocate General, Government of Tamilnadu In the Editorial Board of 'Supreme Today' Current Tamilnadu cases, Labour law journal and Sales Tax Cases. Legal Advisor to various Corporates.
Terms & conditions of re-appointment	He is proposed to be reappointed as non-executive director liable to retire by rotation
Remuneration proposed to be paid	Nil
Remuneration last drawn	Nil
Date of first appointment on the Board	12.10.1984
Shareholding in the company	1 (as a nominee for Seshasayee Paper and Boards Ltd)
Relationship with other directors, manager and key managerial personnel	Nil
Number of Board meetings attended during the FY 2022-23	4
Other Directorships	<i>Director</i> Seshasayee Paper and Boards Limited High Energy Batteries (India) Limited Commercial laws of India Pvt Ltd



Memberships/ Chairmanship of Committees in other companies	<p><i>Seshasayee Paper and Boards Limited</i> Chairman Stakeholders Relationship committee Member Audit committee Nomination and Remuneration Committee</p> <p><i>High Energy Batteries (India) Limited</i> Chairman Audit Committee Nomination and Remuneration Committee</p>
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***Statement pursuant to Section 102 (1) of the Companies Act 2013, forming part of the notice.***

**Item no 3: Auditors' Appointment**

*(This explanatory statement for Auditors appointment though not required for ordinary business is voluntary provided)*

M/s Maharaj N R Suresh And Co LLP., Chartered Accountants Chennai were reappointed as statutory auditors of the company at the 41<sup>st</sup> Annual General meeting of the company for a period of 5 years till the conclusion of the 46<sup>th</sup> Annual General Meeting on such remuneration as may be fixed by the Board of Directors for each year.

In view of other professional commitments M/s Maharaj N R Suresh And Co LLP expressed their desire to resign effective the conclusion of this (45<sup>th</sup>) Annual General Meeting.

Having regard to the casual vacancy caused by the resignation of M/s Maharaj N R Suresh And Co LLP before expiry of term of 5 years, the Board of Directors at their meeting held on 1<sup>st</sup> June 2023 approved the appointment of M/s Suri & Co., Chartered Accountants, Chennai (Firm registration no.004283S) as auditors of the company for a tenure of 5 years from the conclusion of 45<sup>th</sup> Annual General Meeting till the conclusion of 50<sup>th</sup> Annual General Meeting. This is subject to the approval of the shareholders passing the requisite resolution at this Annual General Meeting.

M/s Suri & Co., is a firm of Chartered Accountants formed in 1938. The audit firm has more than eight decades of experience in providing audit and assurance in diverse fields to large corporates and PSUs. The firm has 10 full time partners spread across in 4 states with 8 centers and a work force of 200 employees.

The company has received the written consent of the proposed auditors to the appointment and requisite certificate prescribed under section 139 and 141 of the Act. No director or Key Managerial Personnel of the company or their relatives are concerned or interested financially or otherwise in this business.

**ESVI INTERNATIONAL (ENGINEERS & EXPORTERS) LTD**

Registered Office: ESVIN HOUSE, Perungudi, Chennai - 600 096



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The Board recommends the ordinary resolution set out in item no 3 of the Notice for the approval of shareholders.

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(By Order of the Board)

For ESVI INTERNATIONAL (ENGINEERS & EXPORTERS) LIMITED

Chennai  
01/06/2023

**N Gopala Ratnam**  
CHAIRMAN



**BOARDS' REPORT**

Your Directors have pleasure in presenting their 45<sup>th</sup> Annual Report and the audited Financial statements for the FY 2022-23.

**OPERATIONS & FINANCIAL RESULTS**

	(Rs lakhs)	(Rs lakhs)
	<b>For the year ended 31.03.2023</b>	For the year ended 31.03.2022
Total Income	<b>33.86</b>	<b>33.33</b>
Profit Before Tax	<b>10.52</b>	<b>14.60</b>
Provision for Current Tax	<b>5.15</b>	<b>5.80</b>
Profit / (Loss) after Tax	<b>5.37</b>	<b>8.80</b>

The Company continues with its business of renting out its ESVIN House premises to SPB Group of Companies and earning rental income. It has entrusted both renovation and maintenance works to be designed and implemented by the principal occupant SPB Projects and Consultancy Ltd (SPB-PC).

During the year, SPB-PC has undertaken the renovation and maintenance works including laying of roads and renovation of buildings with funding support from Seshasayee Paper and Board Limited, our 100% holding company.

The property tax which was earlier revised by the Government of Tamil Nadu and withheld due to objections raised by stakeholders was finally notified in March 2022. The increase of Rs.171680 effective from the first half year of 2022-23 was paid within the due date.

No depreciation is allowed to the Company under the Income Tax Act since its rental income is taxed under the head "Income under House Property".

**DIVIDEND**

No Dividend is recommended for the financial year 2022-23 to conserve the funds.



## **DIRECTORS**

Mr A L Somayaji (DIN:00049772) retires by rotation at this Annual General Meeting and being eligible, offers himself for reappointment.

## **AUDITORS**

Maharaj N R Suresh And Co LLP, auditors of the company who were earlier reappointed as statutory auditors of the company at the 41<sup>st</sup> Annual General Meeting for a period of 5 years till the conclusion of the 46<sup>th</sup> Annual General Meeting have resigned effective the conclusion of this (45<sup>th</sup>) Annual General Meeting due to other commitments.

Having regard to the casual vacancy caused by above, your Board has proposed to appoint of M/s Suri & Co., Chartered Accountants, Chennai (Firm Regn no 004283S) as auditors from the conclusion of 45<sup>th</sup> Annual General Meeting till the conclusion of 50<sup>th</sup> Annual General Meeting on such remuneration as may be fixed by the Board of Directors from time to time.

Necessary resolution for their appointment is placed for the approval of shareholders.

## **MEETINGS**

During the year 4 Board Meetings were held on 06.05.2022, 20.07.2022, 28.10.2022 and 27.01.2023. The intervening gap between the Meetings was not more than 120 days.

## **DIRECTORS' RESPONSIBILITY STATEMENT**

Your directors, in terms of Section 134(3)(c) of the Companies Act, 2013 confirm that:

- a) In the preparation of the annual accounts, the applicable accounting standards have been followed and there are no material departures from the same.
- b) The Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit of the company for that period.



- c) The directors have taken proper and sufficient care for the 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 fraud and other irregularities.
- d) The directors have prepared the annual accounts on a “going concern” basis.
- e) The directors have devised proper systems to ensure compliance with the provisions of all applicable laws and such systems were adequate and operating effectively.

#### **MATERIAL CHANGES AND COMMITMENTS**

There is no material change in the nature of business of the company during the year.

There are no material changes and commitments in the business operation of the company since the close of the financial year on 31<sup>st</sup> March 2023 and the date of this report.

#### **CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO.**

- Not applicable -

#### **PARTICULARS OF EMPLOYEES**

There was no employee in respect of whom a statement under Rule 5 (2) of the Companies (Appointment and Remuneration) Rules 2014 is required.

#### **RISK MANAGEMENT**

The Board constantly reviews the elements of risks relevant to Company and takes control measures as appropriate considering the size and nature of business. There are no material risks involved.

#### **PARTICULARS OF CONTRACTS OR ARRANGMENTS WITH RELATED PARTY**

Particulars of contracts or arrangements with Related Parties referred in Section 188 (1) of the Companies Act, 2013 is furnished in accordance with Rule 8 (2) of the Companies (Accounts) Rules 2014 in Form AOC-2 (Annexure 1).





**THE NAMES OF COMPANIES WHICH HAVE BECOME OR CEASED TO BE ITS SUBSIDIARIES, JOINT VENTURES OR ASSOCIATE COMPANIES DURING THE YEAR:**

The company is a 100% subsidiary of Seshasayee Paper and Boards Limited effective 23<sup>rd</sup> March 2013. In order to have a minimum of seven members to constitute a Public Company, SPB has transferred one share each to six individuals as its nominee, retaining the beneficial interest in such shares.

**DISCLOSURES**

1. The Company during the year did not give any Loan or Guarantee or provide any security or make investment covered under Section 186 of the Companies Act, 2013.
2. Provisions under Section 135 pertaining to Corporate Social Responsibility are not applicable to the Company.
3. The Auditors' Report is unqualified.
4. No sitting fees or Commission has been paid to Directors during the year.
5. No public deposits are accepted by the company.
6. No significant or material orders has been passed by the regulators or courts or tribunals impacting the 'going concern' status of the company and the company's operations in future.
7. No application has been made or proceeding pending under the Insolvency Code 2016 in respect of the company.
8. The company has not done any one time settlement with banks.

**ACKNOWLEDGEMENT**

Your Directors wish to thank its customers and Shareholders for the continued support.

(By Order of the Board)

For ESVI INTERNATIONAL (ENGINEERS & EXPORTERS) LIMITED

Chennai  
01/06/2023

**N Gopala Ratnam**  
CHAIRMAN





*Annx -1 to Board's Report*

**FORM NO.AOC-2**

*(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)*

**Form for disclosure of particulars of contracts/ arrangements entered into by the company with related parties referred to in sub-section (1) of Section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto.**

1. Details of contracts or arrangements or transactions not at arm's length basis.

(a) Name(s) of the related party and nature of relationship.

SPB- Projects and Consultancy Limited

A Related Party under Sec.2 (76) of the Companies Act, 2013 read with the Companies (Removal of Difficulties) Order 2014.

(b) Nature of contracts/ arrangements/ transactions.

Renting of Company's property for office use.

(c) Duration of the contracts/ arrangements/ transactions

Ongoing contract and is for a period of eleven months and renewed from time to time on mutually agreed terms.

(d) Salient terms of the contracts or arrangements or transactions including the value, if any.

The Company is in the business of letting out its property 'ESVIN HOUSE' to Group Companies for office use under a Licensing Agreement entered with each occupant.

SPB-PC, a Related Party under Section 2 (76) of the Companies Act, 2013 has taken possession of 14600 sq ft of the property on a rent of Rs.9 per Sq ft. per month amounting to Rs.131400/- per month.

(e) Justification for entering into such contracts or arrangements or transactions:

ESVIN House was constructed for the official occupation of group companies. This contract is in pursuance of same.



(f) Date(s) of approval by the Board, if any.

The Licensing Agreement was approved by the Board of Directors at their meeting held on 28.10.2022

(g) Amount paid as advances, if any -- Rs.1500000.

(h) Date(s) of approval in General Meeting:

Approval of shareholders obtained at the 37<sup>th</sup> AGM on 26<sup>th</sup> Sep 2015 through Ordinary resolution pursuant to Section 188 of the Companies Act, 2013.

2. Details of material contracts or arrangement or transactions at arm's length basis:

NIL

(By Order of the Board)

For ESVI INTERNATIONAL (ENGINEERS & EXPORTERS) LIMITED

Chennai  
01/06/2023

**N Gopala Ratnam**  
CHAIRMAN





## INDEPENDENT AUDITOR'S REPORT

### TO THE MEMBERS OF ESVI INTERNATIONAL (ENGINEERS & EXPORTERS) LIMITED

#### Report on the Standalone Financial Statements

#### Opinion

We have audited the accompanying standalone financial statements of Esvi International (Engineers & Exporters) Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2023 the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, and notes to financial statements including a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2023, its profit (including other comprehensive income), changes in equity and its cash flows for the year ended on that date.

#### Basis for Opinion

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





## **Information Other Than the Financial Statements and Auditor's Report Thereon**

The Company's Board of Directors is responsible for the other information in the Annual Report, comprising of the Director's report and its annexures, 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 if there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

## **Responsibilities of the 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 Act with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance (including other comprehensive income), changes in equity and cash flows of the Company in accordance with other accounting principles generally accepted in India including the Accounting Standard 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 financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Directors 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 Standalone Financial Statements**

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

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

We also:

- 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 controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls 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 financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

### **Report on Other Legal and Regulatory Requirements**

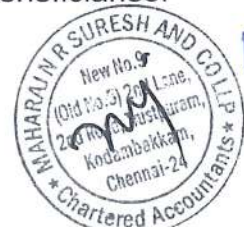
1. As required by the Companies (Auditors' Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of Section 143 (11) of the Companies Act, 2013, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report, that:
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes 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, the Statement of Changes in Equity 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 Indian Accounting Standards prescribed under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) On the basis of the written representations received from the Directors as on 31st March 2023 taken on record by the Board of Directors, none of the Directors is disqualified as on 31st March 2023 from being appointed as a Director in terms of Section 164(2) of the Act.
- f) With respect to the adequacy of the Internal Financial Controls over financial reporting of the Company, and the operating effectiveness of such controls, refer to our separate Report in "Annexure A".
- g) With respect to the other matters to be included in the Auditors' Report in accordance with the requirements of Section 197(16) of the Act, as amended:

The company has not paid any remuneration to the directors

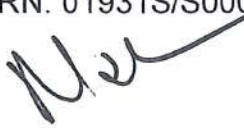
- h) With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
  - i. The Company has no pending litigations which would impact the financial statements
  - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - iii. There are no amounts due or , required to be transferred to the Investor Education and Protection Fund by the company.
  - iv. (a) The management has represented that, to the best of the knowledge and belief, as disclosed in the note 18(D) (a) to the financial statements no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the division to or in any other persons 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 no funds have been received by the division from any persons or entities, including foreign entities ("funding Parties"), with the understanding, whether recorded in writing or otherwise, that the division 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 ; and
- (c) Based on such audit procedures we have considered reasonable and appropriate in the circumstances; nothing has come to the notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11 (e) contain any material misstatement.
- v. The Company has not paid any dividend during the year and has also not proposed any dividend for the current year

For **MAHARAJ N R SURESH AND CO LLP**  
Chartered Accountants  
(FRN. 01931S/S000020)



**N.R.Jayadevan**  
Partner  
(Membership No.023838)  
Chennai, 28/04/2023  
23023838BGXSTA1995





**ANNEXURE "A" TO THE INDEPENDENT AUDITORS' REPORT OF EVEN  
DATE ON THE STANDALONE IND AS FINANCIAL STATEMENTS OF  
ESVI INTERNATIONAL (ENGINEERS & EXPORTERS) LIMITED.**

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

We have audited the Internal Financial Controls with reference to Financial statements | Reporting of Esvi International (Engineers & Exporters) Limited ("the Company") as of March 31, 2023 in conjunction with our audit of the Standalone Ind AS Financial Statements of the Company for the year ended on that date.

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

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

**Auditors' Responsibility**

Our responsibility is to express an opinion on the Company's Internal Financial Controls with reference to Financial statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of Internal Financial Controls, both applicable to an audit of Internal Financial Controls and both issued by ICAI. 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 with reference to Financial statements 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 Auditors' judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's Internal Financial Controls System over Financial Reporting.

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

A company's Internal Financial Controls with reference to Financial statements 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:

- (i) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (ii) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles and that receipts and expenditures of the Company are being made only in accordance with authorisations of Management and Directors of the Company; and
- (iii) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use or disposition of the Company's assets that could have a material effect on the financial statements.

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



Because of the inherent limitations of Internal Financial Controls with reference to Financial statements, 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 with reference to Financial statements to future periods are subject to the risk that the Internal Financial Controls with reference to Financial statements may become inadequate because of changes in conditions or that the degree of compliance with the policies or procedures may deteriorate.



**Opinion**

In our opinion, the Company has, in all material respects, an adequate Internal Financial Controls with reference to Financial statement sand such Financial Controls with reference to Financial statements were operating effectively as at March 31, 2023, based on the Internal Control over Financial Reporting criteria established by the Company, considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by ICAI.

For **MAHARAJ N R SURESH AND CO LLP**  
Chartered Accountants  
(FRN. 01931S/S000020)

**N.R.Jayadevan**  
Partner  
(Membership No.023838)  
Chennai 28/04/2023  
23023838BGXSTA1995



**ANNEXURE "B" TO THE INDEPENDENT AUDITORS' REPORT OF EVEN DATE ON THE STANDALONE IND AS FINANCIAL STATEMENTS OF ESVI INTERNATIONAL (ENGINEERS & EXPORTERS) LIMITED.**

The Annexure referred to in Paragraph 1 under the heading 'Report on Other Legal and Regulatory Requirements' of our Report of even date:

In terms of the information and explanations sought by us and provided to us by the Company and the books of account and records examined by us in the normal course of audit and to the best of knowledge and belief we state that:

- (i) (a) (A) The Company is maintaining proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.  
(B) The company has no intangible assets;
  - (b) These Property, Plant and Equipment have been physically verified by the Management at the year end and no material discrepancies were noticed on such verification.
  - (c) The title deeds of all the immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee) disclosed in the financial statements are held in the name of the Company.
  - (d) The company has not revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets or both during the year.
  - (e) According to the information and explanations given to us there no proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
- (ii) (a) The company has no inventories and therefore reporting under this clause does not arise  
(b) The Company has not taken any loans .
- (iii) During the year the Company has not made investments in ,provided any guarantee or security or granted any loans or advances ,secured or unsecured, to Companies, Firms, Limited Liability Partnerships or other parties and hence reporting under this clause does not arise.
- (iv) The Company has complied with the provisions of Sections 185 and 186 of the Companies Act, 2013, in respect of investments, made by the Company. The company has not provided any loans or security or guarantee to any other entity



- (v) The Company has not accepted any deposits 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) The Central Government has not prescribed maintenance of Cost Records under Sub-section (1) of Section 148 of the Companies Act, 2013.
- (vii) a) The Company is regular in depositing with appropriate authorities undisputed statutory dues, including Income Tax, Wealth Tax, Goods and Service Tax and other material statutory dues applicable to it. There were no undisputed amounts payable in respect of Income Tax, Wealth Tax, Goods and Service Tax were in arrears as at 31<sup>st</sup> March 2023 for a period of more than six months from the date they became payable.
- b) There are no due of Income Tax or Duty of Customs, Wealth Tax, Goods and Service Tax which have not been deposited as on 31<sup>st</sup> March 2023 on account of any dispute.
- (viii) There are no transactions relating to previously unrecorded income in the books of account that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).
- (ix) (a) The Company has not defaulted in repayment of loans or other borrowing or in the payment of interest thereon to any lender;
- (b) The Company is not declared as a wilful defaulter by any bank or financial institution or other lender;
- (c) The company has not obtained any loans ;
- (d) The funds raised on short term basis have not been utilised for long term purposes;
- (e) The Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures;
- (f) The company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies;





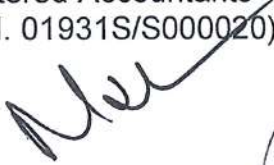
- (x) (a) The Company has not raised any moneys by way of initial public offer or further public offer (including debt instruments) during the year.
- (b) The company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year and hence the requirements of section 42 and section 62 of the Companies Act, 2013 is not arising.
- (xi) (a) The Company has not noticed or reported during the year any fraud by the Company or any fraud on the Company.
- (b) There is no report under sub-section (12) of section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- (c) There are no complaints received during the year under whistle-blower Mechanism.
- (xii) The Company is not a Nidhi Company and hence complying with the provisions of the Nidhi Rules, 2014 does not arise.
- (xiii) All transactions with the related parties are in compliance with Sections 177 and 188 of the Companies Act, 2013, where applicable and the details have been disclosed in the Financial Statements, etc., as required by the applicable Accounting Standards.
- (xiv) The Company is not required to have internal audit ;
- (xv) The Company has not entered into any non-cash transactions with Directors or persons connected with him.
- (xvi) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934
- (xvii) The company has not incurred cash losses in the financial year and in the immediately preceding financial year.
- (xviii) There has been no instance of any resignation of the statutory auditors occurred during the year.





- (xix) On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements and 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 the 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) The provisions Of Section 135 of the Companies Act,2013 – Corporate Social Responsibility are not applicable to the company
- (xxi) The company has no subsidiaries and therefore this clause is not applicable

For **M/s.MAHARAJ N R SURESH AND CO LLP**  
Chartered Accountants  
(FRN. 01931S/S000020)



**N.R.Jayadevan**  
Partner  
(Membership No.023838)  
Chennai, April 28, 2023  
23023838BGXSTA1995



**Esvi International (Engineers And Exporters) Limited**  
Balance Sheet as at 31.03.2023

(Rs. In lakhs)

Particulars	Note No	As At 31.03.2023	As At 31.03.2022
<b>ASSETS</b>			
(1) Non-current assets			
(a) Investment Property	2	121.97	123.98
(b) Financial Assets			
(i) Investments	3	8.41	8.05
(ii) Other financial assets	4	4.17	4.56
		134.55	136.59
(2) Current assets			
(a) Financial Assets			
(i) Trade Receivables	5	16.63	17.96
(ii) Cash and cash equivalents	6	8.43	4.87
(iii) Bank Balances other than Cash and Cash Equivalents	7	121.39	115.75
(b) Current Tax Assets (Net)	8	0.60	0.70
(c) Other current assets	9	0.25	0.22
		147.30	139.50
<b>Total Assets</b>		<b>281.85</b>	<b>276.09</b>
<b>EQUITY AND LIABILITIES</b>			
(1) Equity			
(a) Equity Share capital	10	125.00	125.00
(b) Other Equity	11	134.04	128.31
		259.04	253.31
(2) Current liabilities			
(a) Financial Liabilities			
(i) Trade Payables	12		
- Micro and small Enterprise		-	-
- Others		1.08	1.07
(ii) Other financial liabilities	13	21.30	21.30
(b) Other Current Liabilities	14	0.43	0.41
		22.81	22.78
<b>Total Equity and Liabilities</b>		<b>281.85</b>	<b>276.09</b>

See accompanying notes to the Standalone Financials Statements

Per our Report of even date annexed

For Maharaj N R Suresh and Co LLP

FRN.01931S/S000020

Chartered Accountants

N R Jayadevan

Partner

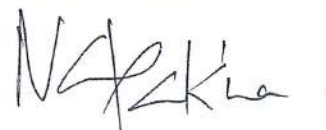
Membership No.23838

Place: Chennai

Date: 28.04.2023

UDIN: 23023838BGXSTA1995

For and On behalf of the Board



N. Gopala Ratnam

Chairman

DIN: 00001945



Esvi International (Engineers And Exporters) Limited  
Statement of Profit and Loss for the year ended 31st March 2023

(Rs. in Lakhs)

S.No	Particulars	Notes	Year Ended 2022-23	Year Ended 2021-22
I	Revenue from Operations	15	27.11	27.11
II	Other Income	16	6.75	6.22
III	<b>Total Income (I+II)</b>		<b>33.86</b>	<b>33.33</b>
IV	Expenses:			
	Depreciation and Amortization Expenses	2	3.79	3.76
	Other Expenses	17	19.55	14.97
	<b>Total Expenses (IV)</b>		<b>23.34</b>	<b>18.73</b>
V	Profit before Exceptional items and tax (III-IV)		10.52	14.60
VI	Exceptional Items		-	-
VII	Profit / (Loss) Before Tax (V-VI)		10.52	14.60
VIII	Tax Expenses			
	(1) Current Tax	18	5.15	5.80
	(2) Deferred Tax			
IX	Profit/(Loss) for the period from Continuing Operations (VII-VIII)		5.37	8.80
X	Profit/(Loss) from discontinued operations			
XI	Tax expenses of discontinued operations			
XII	Profit/(Loss) from Discontinued operations (after tax) (X-XI)			
XIII	Profit/(Loss) for the period (IX+XII)		5.37	8.80
XIV	Other Comprehensive Income			
	A Items that will not be reclassified to Statement of Profit and Loss			
	(i) Remeasurement benefit of the defined benefit plans			
	(ii) Income tax expense on remeasurement benefit of the defined benefit plans			
	(iii) Net fair value gain on investment in equity instruments through OCI		0.36	0.15
	B Items that will be reclassified to Statement of Profit and loss			
	<b>TOTAL OTHER COMPREHENSIVE INCOME (A+B)</b>		<b>0.36</b>	<b>0.15</b>
XV	Total Comprehensive income for the period (Comprising Profit/(loss) and Other Comprehensive Income for the Period) (XIII+XIV)		5.73	8.95
XVI	Earnings per equity share (face value of Rs 100 /each)			
	Basic		4.29	7.04
	Diluted		4.29	7.04

See accompanying notes to the Standalone Financials Statements

Per our Report of even date annexed  
For Maharaj N R Suresh and Co LLP

FRN.01931S/S000020

Chartered Accountants

N R Jayadevan

Partner

Membership No.23838

Date: Chennai

Place: 28.04.2023

UDIN: 23023838 BGXSTA1995



For and On behalf of the Board

*(Signature)*

N. Gopala Ratnam

Chairman

DIN: 00001945

Pg-27



Statement of Changes in Equity for the year ended 31.03.2023

A) Equity Share Capital

Particulars	(Rs. in lakhs)	
	As at 31.03.2023	As at 31.03.2022
Balance at the beginning of the reporting year	125.00	125.00
Changes in Equity Share Capital during the year	-	-
Balance at the end of the reporting year	125.00	125.00

B) Other Equity

PARTICULARS	(Rs. in lakhs)					
	Capital Reserve	Securities Premium	General Reserve	Retained Earnings	Equity Instruments through OCI	Total
Balance as at 01.04 2021(A)	-	100.00	4.00	14.74	0.62	119.36
<b>Additions during the year:</b>						
Profit for the year				8.80		8.80
Items of OCI for the year, net of taxes						
Remeasurement benefit of defined benefit plans					0.15	0.15
Net fair value gain on Investment in equity instruments through OCI						
<b>Total Comprehensive Income for the Year 2021-22 (B)</b>	-	-	-	8.80	0.15	8.95
<b>Reductions during the Year</b>						
Dividend						
Income Tax on dividend						
Transfer to General reserve						
<b>Total (C)</b>	-	-	-	-	-	-
<b>Balance as at 31st March 2022 (D) = (A+B-C)</b>	-	100.00	4.00	23.54	0.77	128.31

PARTICULARS	Capital Reserve	Securities Premium	General Reserve	Retained Earnings	Equity Instruments through OCI	Total
Balance as at 31st March 2022 (D) = (A+B-C)	-	100.00	4.00	23.54	0.77	128.31
Additions during the year:						
Profit for the year				5.37		5.37
Items of OCI for the year, net of taxes						
Remeasurement benefit of defined benefit plans						
Net fair value gain on Investment in equity instruments through OCI					0.36	0.36
Total Comprehensive Income for the Year 2022-23 (E)	-	-	-	5.37	0.36	5.73
Reductions during the Year						
Dividend						
Income Tax on dividend						
Transfer to General reserve						
Total ( F)	-	-	-	-	-	-
Balance as at 31st March 2023=(D+E-F)	-	100.00	4.00	28.91	1.13	134.04

See accompanying notes to the Standalone Financials Statements

Per our Report of even date annexed

For Maharej N R Suresh and Co LLP

FRN.01931S/S000020

Chartered Accountants



N R Jayadevan

Partner

Membership No.23838

Place: Chennai

Date: 28.04.2023

UDIN: 23023838B4XSTA1915

For and On behalf of the Board

*N. Gopala Ratnam*

N. Gopala Ratnam

Chairman

DIN: 00001945



Esvi International (Engineers & Exporters) Limited		
Cash Flow Statement for the Year ended 31st March 2023		
(Rs. in lakhs)		
Particulars	Year ended 31.03.2023	Year ended 31.03.2022
Profit/Loss before Tax and Exceptional Items	10.52	14.60
Adjustments For		
Depreciation	3.79	3.76
Dividend	(0.28)	(0.25)
Interest Received	(6.47)	(5.97)
Operating Profit before working capital changes		
Adjustments For		
Trade and Other Receivables	1.30	(5.53)
Security Deposits	0.39	0.19
Prepaid Expenses	(0.03)	
Trade and Other Payables	0.01	0.10
Statutory Liabilities	0.02	
Cash generated from operations	9.25	6.90
Income tax paid	(5.03)	(5.55)
Net cash from Operating Activities (A)	4.22	1.35
Investing Activities		
Purchase/Acquisition of fixed assets	(1.78)	(1.66)
Dividend Received	0.28	0.25
Interest Received	6.47	5.97
Investment in Fixed Deposits	(5.63)	(5.19)
Net Cash From Investing Activities (B)	(0.66)	(0.63)
Financing Activities		
Net Cash from Financing Activities (C)	-	-
Net increase in Cash and Cash Equivalents (A+B+C)	3.56	0.72
Cash and Cash Equivalents at the beginning	4.87	4.15
Cash and Cash Equivalents at the end	8.43	4.87

See accompanying notes to the Standalone Financials Statements

Per our Report of even date annexed  
For Maharaj N R Suresh and Co LLP  
FRN.01931S/S000020  
Chartered Accountants

N R Jayadevan  
Partner  
Membership No.23838



For and On behalf of the Board

*N. Gopala Ratnam*

N. Gopala Ratnam  
Chairman  
DIN: 00001945

Place: Chennai

Date: 28.04.2023

UDIN: 23023838BGXSTAI995



## ESVI INTERNATIONAL (ENGINEERS AND EXPORTERS) LIMITED

### NOTES TO THE FINANCIAL STATEMENTS

#### (1) Significant Accounting Policies:

##### **Company's Background:**

The company is a public limited company incorporated in India under the Companies Act, 1956. The registered office of the company is located at Esvin House, Seevaram Village, Perungudi, Chennai - 600096. The company is a wholly owned subsidiary of Seshasayee Paper and Boards Limited. The company holds investment property and earns rental income

##### **Statement of Compliance:**

Being a subsidiary of a company to which Indian Accounting Standards are applicable, these financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules, 2015.

##### **Basis of Preparation and Compliance:**

The financial statements are prepared in accordance with the historical cost convention except for certain items that are measured at fair values at the end of each reporting period, as explained in the accounting policies set out below. The financial statements are prepared on a "going concern" basis using accrual concept except for the cash flow information.

#### a) Investment Property :

Investment property is property held to earn rentals or for capital appreciation or both.

The company is holding (Land & Building) Investment property which is measured initially at its purchase cost and directly attributable expenditure.

Investment property is stated at cost less depreciation.

##### **Depreciation:**

Depreciation is recognised so as to write off the cost of assets (other than freehold land and properties under construction) less their residual values over their useful lives, using the straight-line method. The estimated useful lives and residual values are reviewed at the end of each reporting period and changes, if any, are treated as changes in accounting estimate.

(i) **Estimated useful life of the assets are as follows:**

<b>Asset</b>	<b>Years</b>
Buildings (other than factory buildings)	60
Plant and Equipment	15
Furniture and Fixtures	10

During the current year, there has been no change in useful life considered for the assets.

**b) Revenue Recognition :**

Rental Income is recognized at a point in time, (i.e.) at the end of each month, in an amount that is expected to be received from the customer in terms of the rental agreement.

**Dividend Income:**

Dividend income from investments is recognised when the shareholder's right to receive payment has been established (provided that it is probable that the economic benefits will flow to the company and the amount of income can be measured reliably).

**Interest Income:**

Interest income from a financial asset is recognized when it is probable that the economic benefits will flow to the company and the amount of income can be measured reliably.

**c) Financial Instruments:**

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity. Financial assets and financial liabilities are recognised when the company becomes a party to the contractual provisions of the relevant instrument and are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition.

**i) Investments in equity instruments in associates:**

The Company has elected to carry investment in equity instruments in associates at cost in accordance with Paragraphs 10 of Ind AS-27



**ii) Investments in other Equity Instruments:**

The Company has elected to carry investment in equity instruments as Fair value through other comprehensive income.

**iii) Fair value measurement and valuation processes:**

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date. Fair value for measurement and/or disclosure purposes in these financial statements is determined on such a basis and measurements that have some similarities to fair value but are not fair value, such as net realizable value in Ind AS-2 inventories or value in use in Ind AS 36 – Impairment of Assets.

In addition, for financial reporting purposes, fair value measurements are categorized into Level 1, 2, or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, as described hereunder:

Level 1 -Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.

Level 2 -Other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and

Level 3 - Unobservable inputs for the asset or liability.

**d) Income Taxes :**

Current tax is the amount of income taxes payable in respect of taxable profit for a period. Current tax is measured using tax rates and tax laws enacted during the reporting period together with any adjustment to tax payable in respect of previous years.

There being no taxable /deductible temporary differences deferred taxes are not recognized

## (2) Investment Property

(Rs. In lakhs)

PARTICULARS	GROSS CARRYING AMOUNT			DEPRECIATION			NET CARRYING AMOUNT			
	As at 01.04.2022	Additions	Deductions	As at 31.03.2023	As at 01.04.2022	Additions during the year	Deductions	As at 31.03.2023	As at 31.03.2023	As at 31.03.2022
Land	5.24			5.24	-	-		-	5.24	5.24
Buildings	126.09			126.09	11.66	2.19		13.85	112.24	114.43
Plant & Equipment	13.71	1.78		15.49	9.40	1.60		11.00	4.49	4.31
Furniture & Fixtures	3.29			3.29	3.29	-		3.29	-	-
<b>Total</b>	<b>148.33</b>	<b>1.78</b>	<b>-</b>	<b>150.11</b>	<b>24.35</b>	<b>3.79</b>	<b>-</b>	<b>28.14</b>	<b>121.97</b>	<b>123.98</b>

(Rs. in lakhs)

PARTICULARS	GROSS CARRYING AMOUNT			DEPRECIATION			NET CARRYING AMOUNT			
	As at 01.04.2021	Additions	Deductions	As at 31.03.2022	As at 01.04.2021	Additions during the year	Deductions	As at 31.03.2022	As at 31.03.2022	As at 31.03.2021
Land	5.24			5.24	-	-		-	5.24	5.24
Buildings	124.43	1.66		126.09	9.50	2.16		11.66	114.43	114.93
Plant & Equipment	13.71			13.71	7.80	1.60		9.40	4.31	5.91
Furniture & Fixtures	3.29			3.29	3.29	-		3.29	-	-
<b>Total</b>	<b>146.67</b>	<b>1.66</b>	<b>-</b>	<b>148.33</b>	<b>20.59</b>	<b>3.76</b>	<b>-</b>	<b>24.35</b>	<b>123.98</b>	<b>126.08</b>

## 2(A) Capital Work in Progress

Note: CWIP Rs. Nil Previous year Nil

(i) Fair value as on 31-03-2023 is Rs. 3743 lakhs

(ii) Fair value as on 31-03-2022 is Rs.3729 lakhs

(iii) Title deeds of the property are held in the name of the company



## (3) Investments

(Rs. in lakhs)

PARTICULARS	No. of Shares	Face value	As at 31.03.2023	As at 31.03.2022
<b>1.Non Current Investments</b>				
<b>A.Investments in Equity Instruments</b>				
<b>a.Quoted Equity shares</b>				
<b>i) Holding Company</b>				
( Measured at FVOCI)				
Seshasayee Paper and Boards Limited	580	2	1.37	1.01
<b>ii) Associate ( Measured at Cost)</b>				
Ponni Sugars (Erode) Ltd	4,802	10	1.32	1.32
<b>b. Unquoted Equity shares</b>				
( Measured at FVOCI)				
SPB Projects and Consultancy Ltd	2,250	10	0.22	0.22
Time Square Investments Private Ltd	55,000	10	5.50	5.50
Esvin Advanced Technologies Limited	1,950	10	-	-
<b>Total</b>			<b>8.41</b>	<b>8.05</b>

Aggregate amount of:

Quoted Investments -At Cost	1.33	1.33
Quoted Investment -At Market Value	2.68	2.33
Unquoted Investments -At Cost	5.72	5.72

## (4) Other Financials Assets

PARTICULARS	As at 31.03.2023	As at 31.03.2022
Security Deposits	4.17	4.56
<b>Total</b>	<b>4.17</b>	<b>4.56</b>

## (5) Trade Receivables:

PARTICULARS	As at 31.03.2023	As at 31.03.2022
Considered Good - Unsecured	16.63	17.96
<b>Total</b>	<b>16.63</b>	<b>17.96</b>

## 5(A) Trade Receivables Ageing Schedule

Particulars	Unbilled	Not due	Outstanding for following periods from due date of Payments 31.03.2023					Total
			Less than 6 months	6 months - 1 year	1 - 2 Years	2 - 3 Years	More than 3 Years	
UNDISPUTED								
(i) Considered good			9.30	7.33	--	--	--	16.63
(ii) Have Significant increase in C credit Risk								
(iii) Credit Impaired								
DISPUTED								
(iv) Considered good								
(v) Have Significant increase in Credit Risk								
(vi) Credit Impaired	0.00	0.00	9.30	7.33	0.00	0.00	0.00	16.63
Particulars	Unbilled	Not due	Outstanding for following periods from due date of Payments 31.03.2022					Total
			Less than 6 months	6 months - 1 year	1 - 2 Years	2 - 3 Years	More than 3 Years	
UNDISPUTED								
(i) Considered good			9.30	8.66	--	--	--	17.96
(ii) Have Significant increase in C credit Risk								
(iii) Credit Impaired								
DISPUTED								
(iv) Considered good								
(v) Have Significant increase in Credit Risk								
(vi) Credit Impaired	0.00	0.00	9.30	8.66	0.00	0.00	0.00	17.96



## (6) Cash and Cash Equivalents

PARTICULARS	(Rs. in lakhs)	
	As at 31.03.2023	As at 31.03.2022
- Balances with banks	8.38	4.85
- Cash on hand	0.05	0.02
<b>Total</b>	<b>8.43</b>	<b>4.87</b>

## (7) Bank Balance Other than Cash and Cash Equivalents

PARTICULARS	As at 31.03.2023	As at 31.03.2022
Term deposits with original maturity for more than 3 months but less than 12 months	121.39	115.75
<b>Total</b>	<b>121.39</b>	<b>115.75</b>

## (8) Current Tax Assets (Net)

PARTICULARS	As at 31.03.2023	As at 31.03.2022
Income Tax	0.60	0.70
<b>Total</b>	<b>0.60</b>	<b>0.70</b>

## (9) Other Current Assets

PARTICULARS	As at 31.03.2023	As at 31.03.2022
Prepaid Expenses	0.25	0.22
<b>Total</b>	<b>0.25</b>	<b>0.22</b>

## (10) Equity Share Capital:

Particulars	Par Value	As at 31.03.2023	As at 31.03.2022
(a) Authorised: 200000 Equity Shares	100	200.00	200.00
(b) Issued, Subscribed and Fully Paid-up: 125,000 Equity Shares	100	125.00	125.00

10 (c) Details of Shares held by Holding Company/ultimate holding company and their Subsidiaries and Associates  
Seshasayee Paper and Boards Limited with its nominees hold 100% of the share capital (promoter) of the Company.

## 10 (d) List of shareholders holding more than 5%:

Name of Shareholder	As at 31.03.2023		As at 31.03.2022	
	Number of Shares	Percentage holding	Number of Shares	Percentage holding
Seshasayee Paper and Boards Ltd and its nominees	125000	100	125000	100

## 10 (e) Reconciliation of shares outstanding at the beginning and at the end of the Year

(Rs. in lakhs)

Equity Shares	As at 31.03.2023		As at 31.03.2022	
	Number of Shares	Value	Number of Shares	Value
Balance at the beginning of the year	125000	125	125000	125
Add: Shares issued during the year				
Balance at the year end	125000	125	125000	125

Note: There is no change in % of holding during the current year and previous year

## (11) Other Equity

PARTICULARS	Capital Reserve	Securities Premium	General Reserve	Retained Earnings	(Rs. in lakhs)	
					Equity Instruments through OCI	Total
Balance as at 01.04 2021(A)	-	100.00	4.00	14.74	0.62	119.36
Additions during the year:						
Profit for the year				8.80		8.80
Items of OCI for the year, net of taxes						
Remeasurement benefit of defined benefit plans						
Net fair value gain on Investment in equity instruments through OCI					0.15	0.15
Total Comprehensive Income for the Year 2021-22 (B)	-	-	-	8.80	0.15	8.95
Reductions during the Year						
Dividend						
Income Tax on dividend						
Transfer to General reserve						
Total ( C)	-	-	-	-	-	-
Balance as at 31st March 2022 (D) = (A+B-C)	-	100.00	4.00	23.54	0.77	128.31
Additions during the year:						
Profit for the year				5.37		5.37
Items of OCI for the year, net of taxes						
Remeasurement benefit of defined benefit plans						
Net fair value gain on Investment in equity instruments through OCI					0.36	0.36
Total Comprehensive Income for the Year 2022-23 (E)	-	-	-	5.37	0.36	5.73
Reductions during the Year						
Dividend						
Income Tax on dividend						
Transfer to General reserve						
Total ( F)	-	-	-	-	-	-
Balance as at 31st March 2023=(D+E-F)	-	100.00	4.00	28.91	1.13	134.04

## (11.1) Description of nature and purpose of Reserve

- Securities Premium records the premium component on issue of shares and can be utilised only in accordance with the provisions of Companies Act, 2013
- General Reserve is created by transferring part of Retained Earnings from time to time. It is transfer from one component of equity to another and it is not an item of other comprehensive income. It is a free reserve created to strengthen the net worth of the company and it is available for dividend distribution in accordance with provisions of Companies Act, 2013



## (12) TRADE PAYABLES

(Rs. in Lakhs)

PARTICULARS	As at 31.03.2023	As at 31.03.2022
a) Total outstanding dues of micro enterprise and Small enterprise	-	-
b) Total Outstanding dues of creditors other than micro enterprise and small enterprise	1.08	1.07
<b>Total</b>	<b>1.08</b>	<b>1.07</b>

12 (i) The classification of the suppliers under Micro, Small and Medium Enterprises Development Act, 2006 is made on the basis of information made available to the Company.

12 (ii) Disclosure requirement as required under Micro, Small, & Medium Enterprises Development Act, 2006 is as follows

PARTICULARS	2022-23	2021-22
i) Principal amount and the interest due thereon remaining unpaid to each supplier at the end of each accounting year	Nil	Nil
ii) Interest paid by the Company in terms of section 16 of Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day during each accounting year.	Nil	Nil
iii) Interest due and payable for the year of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under Micro, Small and Medium Enterprises Development Act, 2006.	Nil	Nil
iv) Interest accrued and remaining unpaid at the end of each accounting year:	Nil	Nil
v) Interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise	Nil	Nil

(Rs. in Lakhs)

## 12 (A) TRADE PAYABLES AGEING SCHEDULE

Particulars	Unbilled	Not due	Outstanding for following periods from due date of Payment 31.03.2023				Total
			Less than 1	1-2 Years	2-3 Years	More than 3 Years	
(i) MSME			--	--	--	--	--
(ii) Others	0.68		1.08	--	--	--	1.08
(iii) Disputed dues - MSME			--	--	--	--	--
(iv) Disputed dues - Others			--	--	--	--	--

Particulars	Unbilled	Not due	Outstanding for following periods from due date of Payment 31.03.2022				Total
			Less than 1	1-2 Years	2-3 Years	More than 3 Years	
(i) MSME			--	--	--	--	--
(ii) Others	0.67		1.07	--	--	--	1.07
(iii) Disputed dues - MSME			--	--	--	--	--
(iv) Disputed dues - Others			--	--	--	--	--

## (13) OTHER FINANCIAL LIABILITIES

PARTICULARS	As at 31.03.2023	As at 31.03.2022
Security Deposit	21.30	21.30
Total	21.30	21.30

## (14) OTHER CURRENT LIABILITIES

PARTICULARS	As at 31.03.2023	As at 31.03.2022
Statutory Liabilities	0.43	0.41
Total	0.43	0.41



## Schedules to Profit and Loss Account

(Rs. in lakhs)

(15) REVENUE FROM OPERATIONS	Year ended	Year ended
	31.03.2023	31.03.2022
Rent Received	27.11	27.11
<b>Total</b>	<b>27.11</b>	<b>27.11</b>

(Rs. in lakhs)

(16) OTHER INCOME	Year ended	Year ended
	31.03.2023	31.03.2022
Interest	6.47	5.97
Dividend Income from Equity Investments	0.28	0.25
<b>Total</b>	<b>6.75</b>	<b>6.22</b>

(17) OTHER EXPENSES:	Year ended	Year ended
	31.03.2023	31.03.2022
Rates and taxes	7.81	4.60
Repairs & Maintenance:		
Building	9.54	8.20
Plant & Machinery	0.46	0.41
Insurance	0.20	0.23
Professional Fees	0.40	0.40
Audit Fees	0.75	0.75
Miscellaneous Expenses	0.39	0.38
<b>Total</b>	<b>19.55</b>	<b>14.97</b>

## \* Additional information:

	31.03.2023	31.03.2022
Audit	0.75	0.75
<b>Total</b>	<b>0.75</b>	<b>0.75</b>

(18) Tax Expenses	Year ended	Year ended
	31.03.2023	31.03.2022
Current Tax	5.15	5.80
<b>Total</b>	<b>5.15</b>	<b>5.80</b>

(19) Contingent Liabilities and Commitments		
Particulars	31.03.2023	31.03.2022
Contingent Liabilities and Commitments	NIL	NIL

Notes forming part of the Financial Statements

Note 19 (A) : Category - wise Classification of Financial Instruments

(Rs. in Lakhs)

Particulars	Refer Note	Non - Current		Current	
		As on 31.03.2023	As on 31.03.2022	As on 31.03.2023	As on 31.03.2022
Financial Assets measured at Fair Value through Profit or Loss (FVTPL)					
Financial Assets measured at Fair Value through Other Comprehensive Income (FVTOCI)					
Investments in quoted equity shares*	3	1.37	1.01		
Investments in Unquoted equity shares	3	5.72	5.72		
Financial Assets measured at amortised cost					
Investments in quoted equity shares* (Associate)	3	1.32	1.32		
Trade Receivables	5			16.63	17.96
Cash and Cash equivalents	6			8.43	4.87
Bank balances other than Cash And Cash Equivalents	7			121.39	115.75
Financial Liabilities measured at Fair Value through Profit and Loss					
Financial Liabilities measured at amortised cost					
Trade Payables	12			1.08	1.07
Other Financial Liabilities - Security Deposit	13			21.30	21.30

\*Investments in these equity shares are not held for trading. Upon the application of IND AS 109- Financial Instruments, the company has chosen to measure these investments in equity instruments at FVTOCI irrevocably as the management believes that presenting fair value gains and losses relating to these investments in the statement of Profit and Loss may not be indicative of the performance of the company



Note 19 (B) : Fair Value Measurements		Fair Value Hierarchy		
Particulars	Fair Value as at	Quoted price in active markets	Significant observable	Significant unobservable
As at 31.03.2023	31.03.2023			
Financial Assets/Financial Liabilities				
Financial Assets measured at Fair Value through Other Comprehensive Income (FVTOCI)				
Investments in quoted equity shares	2.69	2.69		
Investments in Unquoted equity shares	5.72			5.72
Fair Value as at		Fair Value Hierarchy		
Particulars	Fair Value as at	Quoted price in active markets	Significant observable	Significant unobservable
As at 31.03.2022	31.03.2022			
Financial Assets/Financial Liabilities				
Financial Assets measured at Fair Value through Other Comprehensive Income (FVTOCI)				
Investments in quoted equity shares	2.33	2.33		
Investments in Unquoted equity shares	5.72			5.72
1.The fair value of quoted investment in quoted equity shares measured at quoted price				
2.In case of trade receivables,cash and cash equivalents,trade payables,other financial assets and liabilities it is assessed that the fair values approximate their carrying amounts largely due to the short-term maturities of these instruments				

## Note 20 (A): Disclosures relating to Investment Property

- i) Fair Value as on 31/03/2023 is Rs. 3743 lakhs
- ii) Rental income from Investment Property is Rs.27.11 lakhs
- iii) Direct Operating expenses including Repairs and Maintenance arising from investment property that generated rental income during the year is Rs.10.00 lakhs
- iv) Fair value of investment property is based on internal valuation and not based on valuation of a Registered Valuer Under Rule 2 of Companies (Registered Valuers & Valuation) Rules, 2017

## Note 20 (B): Disclosures relating to Income Taxes

- i) The applicable tax rate for the year is 25.17%
- ii) Deferred Tax is not recognised there being no difference in balances as per accounting base and tax base

## Note 20 (C) Key Financial Ratios

Ratios	Numerator	Denominator	As at 31-03-2023	As at 31-03-2022	% Variance	Remarks
Current ratio	Current assets	Current Liabilities	6.46	6.12	5.46	
Debt equity ratio	Total Debt	Shareholder's equity	0.00	0.00	--	No debt
Debt service coverage ratio	Earnings available for debt service	Debt to be serviced	0.00	0.00	--	No debt
Return on equity ratio	Net Profit after taxes	Average shareholder's equity	2.03	3.36	-39.51	Profit during the year
Inventory turnover ratio	Cost of goods sold	Average Inventory	0.00	0.00	--	No inventory
Trade receivables turnover ratio	Net credit sales	Average Trade Receivables	0.00	0.00	--	No Credit sales as rent becomes due on the first of succeeding month
Trade payables turnover ratio	Net Credit Purchases	Average Trade Payables	0.00	0.00	--	No Creditors
Net Capital turnover ratio	Revenue	Working Capital	0.22	0.23	-6.25	
Net profit ratio	Net Profit after taxes	Revenue	19.80	32.46	-39.00	Reduced Profit during the year
Return on capital employed	Earnings Before Interest & taxes	Capital employed	4.06	3.47	16.91	Profit during the year
Return on Investment	Income Generated from Investments	Time weighted Average of Investments	0.91	-1.12	-181.32	Investment very meagre and market fluctuations



**Note 20 (D): Utilisation of borrowed funds and share Premium thro' intermediaries or for benefit of third party beneficiaries:**

- a) No funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company, its subsidiary, associate to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries") with the understanding, whether recorded in writing or otherwise, that the Intermediary shall lend or invest in party identified by or on behalf of the Company , its subsidiary, associate, (Ultimate Beneficiaries).
- b) The Company has not received any fund from any party(s) (Funding Party) with the understanding that the Company , its subsidiary, associate, shall whether, directly or indirectly lend or invest in other persons or entities identified by or on behalf of the Company , its subsidiary, associate ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the "Ultimate Beneficiaries"

**Note21: Additional Information required under Division II to Schedule III of Companies act, 2013**

Title deeds of Immovable Property not held in the name of the company	Not applicable	Not applicable
Fair valuation of investment property	Refer Note 2 (A)	Refer Note 2 (A)
Revaluation of Property, Plant and Equipment and Right-of-Use Assets	Not applicable	Not applicable
Revaluation of Intangible assets	Not applicable	Not applicable
Loans or advances to specified persons	Nil	Nil
Capital work-in-progress (CWIP)	Nil	Nil
Intangible assets under development	Nil	Nil
Details of Benami Property held	Nil	Nil
Borrowings secured against current assets	Not applicable	Not applicable
Wilful Defaulter*	Not applicable	Not applicable
Relationship with Struck off Companies	Nil	Nil
Registration of charges or satisfaction with Registrar of Companies	Not applicable	Not applicable
Compliance with number of layers of companies	Refer Note No 20 (D)	Refer Note No 20 (D)
Utilisation of Borrowed funds and share premium:	Not applicable	Not applicable
Financial Ratios	Refer Note No 20 ( C )	Refer Note No 20 ( C )
Compliance with approved Scheme(s) of Arrangements	Not applicable	Not applicable
Corporate social responsibility activities	Not applicable	Not applicable
Undisclosed income	Nil	Nil
Details of Crypto Currency or Virtual Currency	Nil	Nil

Note 22 : Approval of Financial Statements

i) The Financial Statements were approved for issue by the Board of Directors on 28th April 2023

Per our Report of even date annexed  
For Maharaj N R Suresh and Co LLP  
FRN.01931S/S000020  
Chartered Accountants

*N R Jayadevan*

N R Jayadevan  
Partner  
Membership No.23838



Place: Chennai  
Date: 28.04.2023

UDIN: 23023838BGXSTA1995

For and On behalf of the Board

*N. Gopala Ratnam*

N. Gopala Ratnam  
Chairman  
DIN: 00001945





**Attendance slip**

Folio No.	No. of Shares

I, ..... (Name of the Shareholder/ Proxy) hereby record my presence at the 45th Annual General Meeting of the Company held on Monday, the 26<sup>th</sup> June 2023 at 10.00AM at 109, Nungambakkam High Road, Chennai 600 034.

Signature of Shareholder/ Proxy

**NOTE:**

1. Please complete this attendance slip and hand it over at the entrance of the meeting hall.
2. Only shareholders of the company or their proxies will be allowed to attend the meeting on production of the attendance slip duly completed and signed.



**PROXY FORM**

[Pursuant to Section 105(6) of the Companies Act, 2013 and Rule 19(3) of the Companies (Management and Administration Rules 2014)]

Name of the member(s)		Email ID	
Registered Address		Folio No.	

I/ We, being the member(s) holding \_\_\_\_\_ shares of the above named company, hereby appoint

1. Name  
Address  
Email id  
Signature (, or failing him)
2. Name  
Address  
Email id  
Signature (, or failing him)
3. Name  
Address  
Email id  
Signature

as my/ our proxy to attend and vote (on a poll) for me/ us and on my/ our behalf at the 45th Annual General Meeting of the company, to be held on Monday, the 26<sup>th</sup> June 2023 at 10.00 AM at 109, Nungambakkam High Road Chennai 600 034 and at any adjournment thereof in respect of such resolutions as are indicated below:

Resolution No.	Business	(Please mention no. of shares)		
		For	Against	Abstain
1	Adoption of Financial Statements			
2	Reappointment of retiring Director			
3	Appointment of Auditors			

Signed this ..... day of ..... 2023

Signature of shareholder

Signature of Proxy holder(s)

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**Notes:**

1. Proxy

**A Member entitled to attend and vote at the meeting is entitled to appoint one or more proxies to attend and vote on a poll instead of himself and such proxy need not be a Member of the company.**

**Deposit of proxy**

Proxies in order to be effective, must be received at the registered office of the Company not later than 48 hours before the meeting.

2. A person can act as Proxy on behalf of members not exceeding fifty and holding in the aggregate not more than 10% of the total share capital of the company carrying voting rights. A member holding more than 10% of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder.
3. In case of joint holders, the signature of any one holder will be sufficient, but names of all the joint holders should be stated.
4. It is optional to indicate your preference. If you leave the for, against or abstain column blank against any or all resolutions, your proxy will be entitled to vote in the manner as he/ she may deem appropriate.