

H.No: 39/2695,  
Panthiyil Lane,  
Warriam Road,  
Kochi - 682 016, India.  
Tel: +91 484 2366391  
+91 484 4037565  
E-mail: aargee.co@gmail.com

**Argee & Co**

**Chartered Accountants**

## INDEPENDENT AUDITOR'S REPORT

To the Members of  
INKEL-KSIDC Projects Limited

### Report on the Audit of the Financial Statements

#### Opinion

We have audited the accompanying Standalone Financial Statements of **INKEL-KSIDC Projects Limited, Ernakulam**, which comprise the Balance Sheet as at March 31, 2022, the Statement of Profit and Loss and the Statement of Cash flow for the year ended on that date, and Notes to the Financial Statements, including a summary of Significant Accounting Policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Standalone Financial Statements give the information required by the Companies Act, 2013 (the "Act") in the manner so required and give a true and fair view in conformity with the Accounting Standards prescribed under section 133 of the Act, and other accounting principles generally accepted in India, of the State of Affairs of the Company as at March 31, 2022, and its Profit/Loss, and its Cash Flows for the year ended on that date.

#### Basis for Opinion

We conducted our audit of the Standalone 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 Standalone Financial Statements* section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the Standalone Financial Statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is

**Branches : Kasaragod, Palakkad**



sufficient and appropriate to provide a basis for our opinion on the Standalone Financial Statements subject to the following points.

### Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Standalone Financial Statements of the current period. These matters were addressed in the context of our audit of the Standalone Financial Statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report.

Key Audit Matters	Response to Key Audit Matters & Conclusion
Interest on Late payment of Lease Premium As per the lease agreement entered into with Kerala State Industrial Development Corporation (KSIDC) dated 30.08.2010 and 02.09.2010 the company is liable for interest on late payment of lease premium on the land 273.79 Acres (Angamaly 30 Acres and Malappuram 243.79 Acres) leased by KSIDC to INKID. The interest as calculated is Rs. 805 Lakhs and the company has not provided for the liability in the books of accounts The Interest of Rs.805 lakh, pending final decision on waiver from Govt. of Kerala.	Our procedures included, but were not limited to the following:  We have verified the official correspondences with the Govt of Kerala and KSIDC regarding the waiver of the interest claimed .

### Management's Responsibilities 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 and cash flows of the Company in accordance with the Accounting Standards and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and



presentation of the Standalone Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

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

- Identify and assess the risks of material misstatement of the Standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls 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 the 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 upto the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Standalone Financial Statements, including the disclosures, and whether the Standalone Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

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



public interest benefits of such communication.

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

1. As required by Section 143(3) of the Act, based on our audit, 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 and the Statement of Cash Flows dealt with by this Report are in agreement with the relevant books of account.
  - d) In our opinion, the aforesaid Financial Statements comply with the 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 March 31, 2022, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2022 from being appointed as a director in terms of Section 164(2) of the Act.
  - f) During the year the Company has not paid any managerial remuneration. With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197 (16) of the Act, as amended: is not applicable to the company.
  - g) 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**"
  - 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 does not have any pending litigations which would impact its financial position in its Standalone Financial Statements.
- ii. The Company does not have any long-term contracts, including derivative contracts, hence provision as required under the applicable law or accounting standards for material foreseeable losses are not created.
- iii. There were no amounts which were 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 its knowledge and belief, other than as disclosed in the notes to the accounts, 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 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, whether, directly or indirectly lend or invest in other persons or entities Identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;  
  
(b) The management has represented, that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the Company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and  
  
(c) Based on such audit procedures we have considered reasonable and appropriate in the circumstances; nothing has come to our notice that has caused us to believe that the representations under sub-clause (a) and (b) contain any material mis-statement.

V. The Company has not declared dividend during the year. So, Compliance with section 123 is not applicable.



2. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government in terms of sub-section (11) of section 143 of the Act, we give in the "**Annexure B**" a statement on the matters specified in paragraphs 3 and 4 of the Order.

UDIN: 22019796ALCAFD7161

For ARGEE & CO  
Chartered Accountants  
FRN: 000217S

  
C.A. M. Ramendran F.C.A.  
Partner  
(M. No. 19796)



Place: Kochi

Date: 10-06-2022

## **ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT**

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

We have audited the internal financial controls over financial reporting of **INKEL-KSIDC Projects Ltd, Ernakulam**, ("the Company") as of March 31, 2022 in conjunction with our audit of the Standalone Financial Statements of the Company for the year ended on that date.

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

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

#### **Auditors' Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting ("the Guidance Note") issued by ICAI and the Standards on Auditing prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, 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 system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting,



assessing the risk that a material weakness exists and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's 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 control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of standalone financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorisations of management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

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

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

### **Opinion**

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls



system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2022, based on the criteria for internal financial control over financial reporting 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 ICAI.

UDIN: 22019796ALCAFD7161

For ARGEE & CO  
Chartered Accountants  
FRN: 000217S

  
C.A. M. Ramendran F.C.A.  
Partner  
(M. No. 19796)



Place: Kochi

Date: 10-06-2022

## ANNEXURE 'B' TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date to the financial statements of the Company for the year ended March 31<sup>st</sup> 2022)

(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 is maintaining proper records showing full particulars of intangible assets;
- (b) The Property, Plant and Equipment have been physically verified by the management at reasonable intervals; whether any material discrepancies were noticed on such verification and if so, whether the same have been properly dealt with in the books of account;
- (c) whether 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, if not, provide the details thereof in the format below: -

Description of property	Gross carrying value	Held in name of	Whether promoter, director or their relative or employee	Period held - indicate range, where appropriate	Reason for not being held in name of company*
-	-	-	NIL	-	*also indicate if in dispute

- (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) 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 do not have inventory as the business of the company is promotion, setting up and maintenance of all types of Infra structure facilities, projects and ventures.
- (b) During any point of time of the year, the company has not been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks or financial institutions on the basis of security of current assets;



- (iii) During the year the company has not made investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties,
- (iv) In our opinion and according to the information and explanations given to us, there are no transactions entered in respect of loans, investments, guarantees and securities, hence the provision of Section 185 and 186 of the Companies Act, 2013 are not applicable.;
- (v) The Company has not accepted deposits during the year and does not have any unclaimed deposits as at March 31, 2022 and therefore, the provisions of the clause 3 (v) of the Order are not applicable to the Company.
- (vi) The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, for any of the services rendered by the Company.
- (vii) According to the information and explanations given to us, in respect of statutory dues:
  - (a) The Company has been regular in depositing undisputed statutory dues, including Provident Fund, Employees' State Insurance, Income Tax, Goods and Service Tax, Customs Duty, Cess and other material statutory dues applicable to it with the appropriate authorities.
  - (b) There were no undisputed amounts payable in respect of Provident Fund, Employees' State Insurance, Income Tax, Goods and Service Tax, Customs Duty, Cess and other material statutory dues in arrears as at March 31, 2022 for a period of more than six months from the date they became payable.
- (viii) During the year there are no such transactions not recorded in the books of account have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961);
- (ix) The Company has not taken any loans or borrowings from financial institutions, banks and government or has not issued any debentures. Hence reporting under clause 3 (ix) of the Order is not applicable to the Company.
- (x) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) or term loans and hence reporting under clause 3 (x) of the Order is not applicable to the Company



- (xi) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company or no material fraud on the Company by its officers or employees has been noticed or reported during the year.
- (xii) The Company is not a Nidhi Company and hence reporting under clause 3(xii) of the Order is not applicable to the Company.
- (xiii) In our opinion and according to the information and explanations given to us, the Company is in compliance with Section 177 and 188 of the Companies Act, 2013 where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- (xiv) (a) The Company does not require separate internal audit system commensurate with the size of its business;
- (xv) In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its Directors or persons connected to its directors and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.;
- (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 not been any resignation of the statutory auditors 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, the auditor's knowledge of the Board of Directors and management plans, we are in the opinion that no material uncertainty exists as on the date of the audit report that company is 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;
- (xx) (a) In our opinion and according to the information and explanations given to us, there is



an amount, in respect of other than ongoing projects, to be transferred as unspent amount to a Fund specified in Schedule VII to the Companies Act within a period of six months of the expiry of the financial year in compliance with second proviso to sub-section (5) of section 135 of the said Act;

Financial Year	Amount unspent on CSR activities "other than Ongoing Projects."	Amount transferred to Fund specified in Schedule VII within 6 months from the end of the Financial Year.	Amount transferred after the due date (specify the date of deposit)
2021-22	17,93,499	NIL	NIL

The Company has not transferred the amount unspent in respect of other than ongoing projects, to a Fund specified in Schedule VII to the Companies Act, 2013 till the date of our report. However, the time period for such transfer i.e. six months of the expiry of the financial year as permitted under the second proviso to sub-section (5) of section 135 of the Act, has not elapsed till the date of our report.

- (b) There is no amount remaining unspent under sub-section (5) of section 135 of the Companies Act, pursuant to any ongoing project, has been transferred to special account in compliance with the provision of sub-section (6) of section 135 of the said Act.

UDIN: 22019796ALCAFD7161

**For ARGEE & CO**  
Chartered Accountants  
FRN:000217S

*[Signature]*  
**C.A. M. Ramendran F.C.A.**  
Partner  
(M. No. 19796)



Place: Kochi

Date: 10-06-2022

# INKEL - KSIDC PROJECTS LIMITED

CIN - U774900KL2010PLC025553

Balance sheet as at 31st March, 2022

(Amount in lakhs)

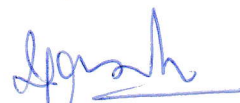
Particulars	Note No	As at 31.03.2022	As at 31.03.2021
<b>I. EQUITY AND LIABILITIES</b>			
<b>(1) Shareholder's Funds</b>			
(a) Share Capital	3	2,476.14	2,476.14
(b) Other Equity	4	1,966.64	1,061.38
(c) Money Received against Share Warrants		-	-
<b>(2) Share Application Money Pending Allotment</b>		-	-
<b>(3) Non-Current Liabilities</b>			
(a) Long -Term Borrowings	5	-	193.00
(b) Deferred Tax Liabilities (Net)		-	-
(c) Other Long - Term Liabilities	6	6.00	6.00
(d) Long - Term Provisions	7	-	-
<b>(3) Current Liabilities</b>			
(a) Short - Term Borrowings	8	-	450.54
(b) Trade Payables	9	-	-
i. Total o/s dues other than micro & small		1.63	13.02
(c) Other Current Liabilities	10	122.25	354.40
(d) Short Term Provisions	11	5.90	572.72
<b>Total</b>		<b>4,578.55</b>	<b>5,127.20</b>
<b>II. ASSETS</b>			
<b>(1) Non - Current Assets</b>			
(1)(a) Property, Plant and Equipment and Intangible Assets			
(i) Property Plant & equipment	12	1,468.42	1,941.90
(ii) Intangible Assets		-	-
(iii) Capital Work - in - Progress		-	-
(iv) Intangible Assets under Development		-	-
(b) Non - Current Investments		-	-
(c) Deferred Tax Assets (Net)	13	125.56	118.93
(d) Long term Loans and Advances	14	-	15.46
(e) Other Non Current Assets	15	0.35	0.35
<b>(2) Current assets</b>			
(a) Current Investments		-	-
(b) Inventories	16	-	-
(c) Trade Receivables	17	1,166.29	1,495.83
(d) Cash and Cash Equivalents	18	1,407.74	682.36
(e) Short -Term Loans and Advance	19	304.05	302.25
(f) Other Current Assets	20	106.14	570.13
<b>Total</b>		<b>4,578.55</b>	<b>5,127.20</b>

Significant Accounting Policies and Notes to Accounts

1 to 27

For and on behalf of the Board of Directors

As per our Report of even date attached

  
**Dr. Elangovan K**  
 Director  
 DIN:05272476

  
**Jose Kurian Mundackal**  
 Director  
 DIN:02656794

**For Argee & Co**  
 Chartered Accountants  
 Firm No.000217S

  
**M Ramendran**  
 (Partner)  
 Mem.No 19796

Place : Kochi  
 Date : 10/06/2022



# INKEL - KSIDC PROJECTS LIMITED

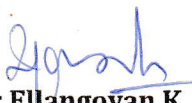
## STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st March 2022

(Amount in lakhs)

Particulars	Note No.	For the year ended 31.03.2022	For the year ended 31.03.2021
<b>Income</b>			
I .Revenue from Operations	22	1,697.70	4,313.65
II. Other Income	23	206.32	98.44
<b>III. Total Income(I+II)</b>		<b>1,904.02</b>	<b>4,412.09</b>
<b>IV. Expenses:</b>			
Cost of Land	24	492.70	1,277.50
Employee Benefit Expense	25	3.15	3.06
Financial Costs	26	25.14	162.95
Depreciation and Amortisation Expense	12	87.85	114.68
Other Expenses	27	25.72	267.44
<b>Total Expenses</b>		<b>634.55</b>	<b>1,825.63</b>
<b>V. Profit Before Tax (III-IV)</b>		<b>1,269.47</b>	<b>2,586.46</b>
<b>VI. Tax Expense:</b>			
(1) Current Tax		370.84	572.72
(2) Deferred tax		(6.63)	(17.23)
<b>VII. Profit /(Loss) for the period (V-VI)</b>		<b>905.26</b>	<b>2,030.97</b>
<b>VIII. Earning per Equity Share:</b>			
(1) Basic		3.66	8.20
(2) Diluted		3.66	8.20
Significant Accounting Policies and Notes to Accounts		1 to 27	


For and on behalf of the Board of Directors

As per our Report of even date attached

  
**Dr. Ellangovan K**  
 Director  
 DIN:05272476

  
**Jose Kurian Mundackal**  
 Director  
 DIN:02656794

**For Argee & Co**  
 Chartered Accountants  
 Firm No.000217S

  
**M Ramendran**  
 (Partner)  
 Mem.No 19796

Place : Kochi  
 Date : 10/06/2022



**INKEL - KSIDC PROJECTS LIMITED**  
**STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31.03.2022**

(Amount in lakhs)

**A EQUITY SHARE CAPITAL**

As at 31.03.2022      As at 31.03.2021

Equity Shares of Rs.10/ each issued , subscribed and fully paid		
At the beginning of the period	2,476.14	2,476.14
Issue of Share Capital	-	-
At the end of the Period	2,476.14	2,476.14

**B OTHER EQUITY**

(Amount in lakhs)

**RETAINED EARNINGS**

As at 31.03.2022      As at 31.03.2021

Balance as at 1st April 2021	1,061.38	(969.59)
Profit /( Loss ) For the Year	905.26	2,030.97
Balance as at 31.03.2022	1,966.64	1,061.38


For and on behalf of the Board of Directors

As per our report of Even date attached

  
**Dr. Ellangovan K**  
 Director  
 DIN:05272476

  
**Jose Kurian Mundackal**  
 Director  
 DIN:02656794

**For Argee & Co**  
 Chartered Accountants  
 Firm No.000217S

  
**M Ramendran**  
 (Partner)  
 Mem.No 19796



Place : Kochi  
 Date :10/06/2022

**INKEL - KSIDC PROJECTS LIMITED**  
**U74900KL2010PLC025553**  
**Statement of Cash flows for the year ended 31 st March 2022**

(In Lakhs)


	Particulars	For the year ended 31.03.2022	For the year ended 31.03.2021
1	<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
	<b>Profit Before Taxes</b>	1,269.47	2,586.46
	Adjustment for :		
	Depreciation and Amortisation	87.85	114.68
	Finance Costs	25.14	162.95
	Interest Income	(205.78)	(97.97)
	Cost of Land	492.70	1,277.50
	<b>Operating profit before Working Capital Changes</b>	<b>1,669.37</b>	<b>4,043.63</b>
	Changes in Working Capital		
	Adjustments-for ( Increase )\Decrease in Operating Assets		
	Trade Receivables	329.54	(1,330.34)
	Short term loans and advances	(1.80)	6.89
	Other Current Assets	(38.22)	(21.42)
		<b>289.52</b>	<b>(1,344.87)</b>
	Adjustments for increase ( Decrease ) in Operating Liabilities		
	Trade Payables	(11.40)	(19.20)
	Other Current Liabilities	(232.15)	240.68
	Short term Provisions	(566.82)	(0.21)
	Leave encashment paid	-	(0.36)
	Short term Borrowings	(450.54)	24.11
		<b>(1,260.91)</b>	<b>245.02</b>
	<b>Cash generated from Operations</b>	<b>697.99</b>	<b>2,943.78</b>
	Taxes Paid/ refund recived	131.43	(501.48)
	<b>Net cash Provided by Operating activities - ( A )</b>	<b>829.42</b>	<b>2,442.30</b>
2	<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
	Purchase of Property Plant & Equipment	(107.07)	(23.97)
	Proceeds from sale / surrender of Fixed assets	-	-
	Investments in Equity shares	-	-
	Capital work In Progress -	-	219.15
	Interest received on deposits	205.78	97.97
	Investments in lease hold rights	-	-
	Share Capital Brought in	-	-
	Repayment for longterm advances	(193.00)	-1934.67
	<b>Net Cash from Investing activities - ( B )</b>	<b>(94.29)</b>	<b>(1,641.52)</b>
3	<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
	Finance Costs	(25.20)	(162.95)
	Loan from Bank	-	-
	Other Repayments /receipts	15.46	-



Dividend Paid	-	-
<b>Net Cash Used in Financing Activities - ( C )</b>	<b>(9.74)</b>	<b>(162.95)</b>
<b>Net increase /( decrease ) in Cash and Cash equivalents</b>	<b>725.39</b>	<b>637.83</b>
Cash and Cash equivalents at the beginning of the year	682.36	44.53
Exchange Difference	-	-
<b>Cash and bank balance at the end of the year</b>	<b>1,407.74</b>	<b>682.36</b>
<b>Comprises</b>		
Cash in Hand	0.01	0.01
Balance With banks		
In Current Accounts	6.80	0.84
In Deposit Accounts	1,400.93	681.51
In Earmarked Accounts		-
<b>Cash and Bank Balance at the end of the year</b>	<b>1,407.74</b>	<b>682.36</b>

As per our Report of even date  
attached

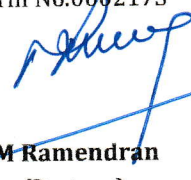
For and on behalf of the Board of Directors

  
**Dr. Ellangovan K**  
Director  
DIN:05272476

  
**Jose Kurian Mundackal**  
Director  
DIN:02656794

**For Argee & Co**

Chartered Accountants  
Firm No.000217S

  
**M Ramendran**  
(Partner)  
Mem.No 19796



Place : Kochi  
Date : 10/06/2022

**INKEL - KSIDC PROJECTS LIMITED**  
**NOTES FORMING PART OF BALANCE SHEET AS ON 31.03.2022**

**NOTE - 3. SHARE CAPITAL**

(Amt in lakhs)

Particulars	No. of Shares	As at 31-03-2022	As at 31-03-2021
<b>SHAREHOLDERS FUNDS</b>			
<b>SHARE CAPITAL</b>			
<b>(a) Authorised Equity Share Capital</b>			
Equity Shares of Rs.10/- each (Previous year 2,50,00,000 Equity Shares)	2,50,00,000	2,500.00	2,500.00
	<b>2,50,00,000</b>	<b>2,500.00</b>	<b>2,500.00</b>
<b>(b) Issued, Subscribed and Paid up</b>			
Equity Shares of Rs.10/- each fully paid up	2,47,61,367	2,476.14	2,476.14
(Of the above 64,37,955 Shares of Rs.10/- each are issued for consideration other than cash towards Lease Premium			
	<b>2,47,61,367</b>	<b>2,476.14</b>	<b>2,476.14</b>
<b>(c) Par Value per Share</b>			
The Company has one class of Equity Shares having face value per share is Rs.10/-			
<b>(d) Reconciliation of Number of shares and amount outstanding at the end of the reporting period</b>			
<b>Particulars</b>	<b>No. of Shares</b>	<b>As at 31-03-2022</b>	<b>As at 31-03-2021</b>
Number of Shares Outstanding as on 01.04.2021	2,47,61,367	2,476.14	2,476.14
Shares issued during the period	-	0	0
Shares Brought back during the period	-	0	0
Number of shares Outstanding as on 31.03.2022	2,47,61,367	2,476.14	2,476.14
<b>(e) Rights, Preferences and restrictions attached to each class of shares</b>			
No such rights, Preferences, restrictions etc. attached	Nil	Nil	Nil
<b>(f) Shares held by Holding Company, Subsidiary Company, Associates etc</b>			
Shares held by			
1 Its Holding Company & its Ultimate Holding Company			
INKEL Limited	1,83,23,412	1,832.34	1,832.34
2 Subsidiaries of its Holding Company & its Ultimate Holding Company	Nil	Nil	Nil
3 Associates of its Holding Company & Its Ultimate Holding Company	Nil	Nil	Nil
<b>(g) Shares held by each shareholder holding more than 5% shares</b>			
INKEL Limited - 74 %	1,83,23,412	1,832.34	1,832.34
KSIDC Limited - 26 %	64,37,955	643.80	643.80



(h) Shares reserved for issue under options and contracts /commitments	Nil	Nil	Nil
<b>During the last Five years</b>			
1) Aggregate Number and class of shares allotted as fully paid up pursuant to contracts without payment being received in cash	64,37,955	643.80	643.80
2) Aggregate number and class of shares allotted as fully paid up by way of Bonus shares	Nil	Nil	Nil
3) Aggregate number and class of shares bought back	Nil	Nil	Nil
(I) Terms if any of securities convertible into Equity/ Preference shares issued along with the earliest date of conversion in descending order starting from the farthest such date	Nil	Nil	Nil
(J) Calls Unpaid			
By Directors	Nil	Nil	Nil
By Officers	Nil	Nil	Nil

<b>Share holding of Promoters at the end of the year</b>			
<b>Name of promoter</b>	<b>No. Of shares</b>	<b>% of total shares</b>	
Inkel Limited	1,83,23,412	74%	
Ksidc Limited	64,37,955	26%	

#### NOTE - 4. OTHER EQUITY

(Amt in lakhs)

Particulars	As at 31-03-2022	As at 31-03-2021
<b>RETAINED EARNINGS</b>		
Opening Balance	1,061.38	(969.59)
Add : Profit ( Loss ) for the year	905.26	2,030.97
	<b>1,966.64</b>	<b>1,061.38</b>
Less : Dividend	-	-
	<b>1,966.64</b>	<b>1,061.38</b>

#### NOTE - 5 LONG TERM BORROWINGS (Sub-schedule A)

(Amt in lakhs)

Particulars	As at 31-03-2022	As at 31-03-2021
<b>Secured Loan</b>	-	-
<b>Secured considerdgood</b>		
Term Loan from State Bank Of India	-	193.00
	<b>-</b>	<b>193.00</b>



**5.1 Details of terms of repayment for the Term Loan and security provided in respect of the Term Loan**

5.1 Details of repayment for the Term Loan and security provided in respect of the Term Loan			
Particulars	Terms of repayment and security	As at 31-03-2022	As at 31-03-2021
Term loan from bank:	To be repaid in 72 monthly Installments	-	643.55
State Bank of India ( Including current maturities of Long term borrowings )			
Security : Equitable Mortgage of 15 Acres of Land at Angamally -Re. Sy.No-266/5 in Block No-11 , Sy. No-165/3 , A, B, C-			
Lease Deed No- 2464/2010 of Angamally Sub Registry Office - Value of Land amounting to Rs.37.80 Crores			
Interest rate : 9.50% - MCLR +0.95%			
Repayment Period - 72 Months			
Total		-	643.55

**NOTE - 6 OTHER LONG TERM LIABILITIES (Sub-Schedule B)**
**(Amt in lakhs)**

Particulars	As at 31-03-2022	As at 31-03-2021
Rent Deposit	1.80	1.80
Retention	-	-
Security Deposit	4.20	4.20
	<b>6.00</b>	<b>6.00</b>

Note: The account 'Rent Deposit' and Security Deposit' are long term pending amount.

**NOTE - 7 LONG TERM PROVISIONS**
**(Amt in lakhs)**

Particulars	As at 31-03-2022	As at 31-03-2021
Provision for Leave Encashment	-	-
	<b>-</b>	<b>-</b>

**NOTE - 8. SHORT TERM BORROWINGS**
**(Amt in lakhs)**

Particulars	As at 31-03-2022	As at 31-03-2021
Term loan from bank:		
State Bank of India - Term loan		
Current Maturities of Long term borrowings	-	450.54
	<b>-</b>	<b>450.54</b>

**NOTE - 9 TRADE PAYABLES (Sub-Schedule C)**
**(Amt in lakhs)**

Particulars	As at 31-03-2022	As at 31-03-2021
<b>Trade Payable</b>		
Payable to Micro Small & Medium enter prises		
Less than One year		
Morethan One year		
Others		
Less than One year	1.63	13.02
Morethan One year		
	<b>1.63</b>	<b>13.02</b>



**Note -9.1 -Trade Payables****Out standing for following periods after due date of payment**

Particulars	Less than one year	1-2 years	2 -3 Years
MSME'			
Others	1.63	-	-
Disputed dues MSME	-	-	-
Disputed dues others	-	-	-

9.2. Trade Payable includes Audit Fee Rs.1.57 Lacs /-

**Out standing for following periods after due date of payment FY 20-21**

Particulars	Less than one year	1-2 years	2 -3 Years
MSME'			
Others	13.02	-	-
Disputed dues MSME	-	-	-
Disputed dues others	-	-	-

**NOTE -10 OTHER CURRENT LIABILITIES (Sub-Schedule D)****(Amt in lakhs)**

Particulars	As at 31-03-2022	As at 31-03-2021
Lease hold Premium Received in Advance	-	-
Advance from Customers/Clients	120.14	336.54
Retention Money payable	1.87	8.17
Statutory Dues	0.22	8.67
Security Deposit/Earnest Money Deposit	0.03	1.03
Holding Company (INKEL LTD.)	-	-
	<b>122.25</b>	<b>354.40</b>

**NOTE - 11. SHORT TERM PROVISIONS****(Amt in lakhs)**

Particulars	As at 31-03-2022	As at 31-03-2021
Provision for Income Tax for AY 2021-22	-	572.72
Provision for Income Tax for AY 2022-23	5.90	
Provision for Bonus/Exgratia	-	-
	<b>5.90</b>	<b>572.72</b>

**NOTE - 13. DEFERRED TAX ASSETS****(Amt in lakhs)**

Particulars	As at 31-03-2022	As at 31-03-2021
Deferred Tax Assets	125.56	118.93
	<b>125.56</b>	<b>118.93</b>



**NOTE - 14. LONG TERM LOANS AND ADVANCES**

(Amt in lakhs)

Particulars	As at 31-03-2022	As at 31-03-2021
<b>Unsecured, Considered good</b>		
Income Tax (Net)	-	15.46
	-	<b>15.46</b>
Loans & Advances -Secured Considered Good	-	-
Loans & Advances which have significant increase in Credit Risk	-	-
Loans & Advances -Credit Impaired	-	-
<b>Total</b>	<b>-</b>	<b>15.46</b>

**NOTE - 15 OTHER NON-CURRENT ASSETS**

(Amt in lakhs)

Particulars	As at 31-03-2022	As at 31-03-2021
Security Deposit- KSEB	0.35	0.35
	<b>0.35</b>	<b>0.35</b>

**NOTE -16. INVENTORIES**

(Amt in lakhs)

Particulars	As at 31-03-2022	As at 31-03-2021
Land held on long term finance lease		
Opening balance	-	-
Add: Additions during the year	492.70	1,253.66
Less: Disposed during the year	492.70	1,253.66
Closing balance	-	-
	<b>-</b>	<b>-</b>

**NOTE - 17. TRADE RECEIVABLES**

(Amt in lakhs)

Particulars	As at 31-03-2022	As at 31-03-2021
<b>Trade Receivables</b>		
<b>Unsecured considred good</b>		
less Than 6 Months	1,166.21	1,495.79
others	0.08	0.03
	<b>1,166.29</b>	<b>1,495.83</b>
Trade Receivables -Secured Considered Good	-	-
Trade Receivables which have significant increase in Credit Risk	-	-
Trade Receivables -Credit Impaired	-	-
<b>Total</b>	<b>1,166.29</b>	<b>1,495.83</b>

**17.1 Trade Receivables**

Particulars	Less Than 6 Months	6 Months to 1 year	1-2 years
Undisputed - Considered Good	85.48	0.08	
Undisputed - Considered Doubtful			
Disputed - Considered Good			
Disputed - Considered Doubtful			
Unbilled dues	1,080.73	-	



## 16.2 Trade Receivables

Out standing for following periods after due date of payment

Particulars	2 to 3 Years	more than 3 years	Total
Undisputed - Considered Good			85.56
Undisputed - Considered Doubtful			
Disputed - Considered Good			
Disputed - Considered Doubtful			
Unbilled dues	-		1,080.73

17.3 Trade receivables dues for Lease

## Trade Receivables

Out standing for following periods after due date of payment FY 20-21

Particulars	Less Than 6 Months	6 Months to 1 year	1-2 years
Undisputed - Considered Good	1,495.79	0.03	
Undisputed - Considered Doubtful			
Disputed - Considered Good			
Disputed - Considered Doubtful			

## Trade Receivables

Out standing for following periods after due date of payment

Particulars	2 to 3 Years	more than 3 years	Total
Undisputed - Considered Good			1,495.83
Undisputed - Considered Doubtful			
Disputed - Considered Good			
Disputed - Considered Doubtful			

17.3 Trade receivables dues for Lease Premium

## NOTE - 18.CASH AND CASH EQUIVALENTS

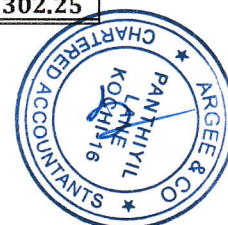
(Amt in lakhs)

Particulars	As at 31-03-2022	As at 31-03-2021
Cash on Hand	0.01	0.01
<b>Balance with Banks</b>		
In Current Accounts	6.80	0.84
In Fixed Deposit Accounts	1,400.93	681.51
	<b>1,407.74</b>	<b>682.36</b>

## NOTE - 19. SHORT TERM LOANS & ADVANCES

(Amt in lakhs)

Particulars	As at 31-03-2022	As at 31-03-2021
<b>Unsecured, Considered good</b>		
Advance to Creditors	5.75	-
Advance to Gratuity (Refer P&L Note 25.2)	-	3.06
Balance with Govt. Authorities	297.36	299.19
Advances recoverable in cash or in kind or for value to be received	0.94	-
	<b>304.05</b>	<b>302.25</b>
Loans & Advances -Secured Considered Good	-	-
Loans & Advances which have significant increase in Credit Risk	-	-
Loans & Advances -Credit Impaired	-	-
Total	<b>304.05</b>	<b>302.25</b>



**NOTE - 20. OTHER CURRENT ASSETS****(Amt in lakhs)**

Particulars	As at 31-03-2022	As at 31-03-2021
Interest Receivable	63.75	49.49
KSIDC	42.39	18.43
TDS and Advance tax (2020-21)	-	502.21
	<b>106.14</b>	<b>570.13</b>

**21. RATIOS**

Particulars	Ratio for the Year 2021-22	Ratio for the Year 2020-21	Variance
Current ratio	24.09	3.73	545.84
Debt Equity Ratio	0.00	0.05	-100.00
Debt Service Coverage Ratio	0.00	0.00	0.00
Return on Equity	0.37	0.82	-54.88
Inventory Turn Over Ratio	0.00	0.00	0.00
Trade Receivable turn over Ratio	0.69	0.35	96.28
Trade Payable Turn over Ratio	0.07	0.09	-18.92
Net Capital Turn Over Ratio	2.62	0.82	219.14
Net Profit Ratio	0.53	0.47	13.45
Return On Capital Employed	0.20	0.57	-64.25
Return On Investment	0.00	0.00	0.00

Note : Increase in Current ratio due to increase in fixed deposit and closure of term loan.

Note : Increase in DSCR compared to previous year is due to decrease in repayment of term loan and reduction in interest charges.

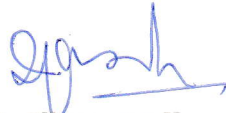
**Additional Information:****Corporate Social Responsibility(CSR)**

The Company is covered under section 135 of the Companies Act,2013.

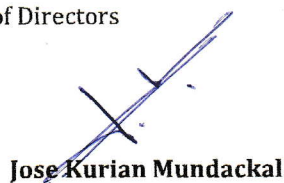
(a) The amount required to be spent by the company during the year is Rs. 17.93 Lakh

Due to non-formation of CSR Committee, the above mentioned amount of Rs. 17.93 Lakh is not yet spent by the company.

For and on behalf of the Board of Directors



**Dr. Ellangovan K**  
Director  
DIN:05272476



**Jose Kurian Mundackal**  
Director  
DIN:02656794

As per our Report of even date attached

**For Argee & Co**  
Chartered Accountants  
Firm No.000217S



**M Ramendran**  
(Partner)  
Mem.No 19796

Place : Kochi  
Date :10/06/2022



# INKEL- KSIDC PROJECTS LIMITED

## NOTES FORMING PART OF STATEMENT OF PROFIT AND LOSS ITEMS AS ON 31.03.2022

### NOTE - 22. INCOME FROM OPERATIONS

(Amount in lakhs)

Particulars	For the year ended 31-03-2022	For the year ended 31-03-2021
Income from disposal of land (On long term finance lease)	1,691.14	4,308.47
Income from Operating Lease	6.56	5.19
	<b>1,697.70</b>	<b>4,313.65</b>

### NOTE - 23. OTHER INCOME

(Amount in lakhs)

Particulars	For the year ended 31-03-2022	For the year ended 31-03-2021
Interest Income	205.78	97.97
Tender Fee Received	-	0.15
Miscellaneous Income	0.54	0.32
	<b>206.32</b>	<b>98.44</b>

**23.1** Interest Income includes int. on Lease Premium for Rs.152.19 Lakh and Over due Interest on Lease premium Rs.0.14 Lakh & Bank Interest of Rs.52.26 Lakh.

### NOTE - 24 .COST OF LAND

(Amount in lakhs)

Particulars	For the year ended 31-03-2022	For the year ended 31-03-2021
Cost of Land- INKEL Greens	192.61	215.71
Cost of Land- Angamaly	300.09	1,061.79
	<b>492.70</b>	<b>1,277.50</b>

### NOTE - 25. EMPLOYEE BENEFIT EXPENSE

(Amount in lakhs)

Particulars	For the year ended 31-03-2022	For the year ended 31-03-2021
Salaries & Allowances	-	2.68
Gratuity (Refer Note 25.2)	3.06	-
Contribution to Provident Fund and Other Expense	0.09	0.38
Staff Welfare Expense	-	-
	<b>3.15</b>	<b>3.06</b>

**Note25.1:** INKEL is responsible for general management including overseeing financial, administrative and legal responsibilities of INKEL-KSIDC Projects Ltd. It was proposed to allocate a part of the expense of INKEL company to INKEL-KSIDC Projects Ltd. The INKEL Board approved the proposal in principle in the Board Meeting no.49 on 30.09.2021 and directed INKID to submit a suitable proposal at the next meeting of INKEL. But no such proposal has been submitted by INKEL-KSIDC Projects Ltd so far. Hence no allocation has been done during the year.

**Note25.2:** An amount of Rs. 3.06 Lakh lying in the books of accounts has been written off during the year.



**NOTE - 26. FINANCIAL COSTS**

(Amount in lakhs)


Particulars	For the year ended 31-03-2022	For the year ended 31-03-2021
Interest Expense	-	0.74
Interest on Incometax	0.06	-
Interest on Term Loan - SBI	25.08	162.21
	<b>25.14</b>	<b>162.95</b>

**NOTE - 27. OTHER EXPENSE**

Particulars	For the year ended 31-03-2022	For the year ended 31-03-2021
<b>OTHER EXPENSE</b>		
Travelling Expense	0.01	0.13
Audit Fee & Expense		-
Statutory Audit	1.25	1.25
Tax Audit	0.50	0.90
Other services		-
Bank Charges	0.01	2.04
Meeting expense	-	-
Sitting Fee - Directors	1.40	0.50
Consideration for Manpower services	10.95	10.99
Office General expense	0.07	0.05
Printing & Stationery	0.01	0.01
Professional Charges	0.86	2.30
Repairs & Maintenance	0.44	11.13
Postage, Telephone & Internet	-	-
Rates & Taxes	7.10	5.56
Advertisement	0.20	-
Business Promotion Expense	2.88	3.12
Guarantee Commission	-	3.87
Project Development expe	-	0.01
		6.44
Membership/subsorption	0.03	219.15
Electricity Charges	0.02	-
Insurance Charges	0.00	-
Writeoff	-	0.00
	<b>25.72</b>	<b>267.44</b>

Figures have been rounded off to the nearest Rupee. Previous year figures unless otherwise stated are given within brackets and have been regrouped and recast wherever necessary.


For and on behalf of the Board of Directors

  
**Dr. Ellangovan K**  
 Director  
 DIN:05272476

  
**Jose Kurian Mundackal**  
 Director  
 DIN:02656794

As per our Report of even date attached

**For Argee & Co**  
 Chartered Accountants  
 Firm No.000217S

  
**M Ramendran**  
 (Partner)  
 Mem.No 19796

Place : Kochi  
 Date :10/06/2022



**INKEL - KSIDC PROJECTS LIMITED**  
**NOTES FORMING PART OF BALANCE SHEET AS ON 31.03.2022**

Note - 12

**A. PROPERTY PLANT & EQUIPMENT**

SL. NO.	ITEMS	GROSS BLOCK			DEPRECIATION				(Amt in Lakh)	
		Opening Balance	Additions during the year	Deletions during the year	Total	Opening Balance	Depreciation for the year	Deleted during the year	Total	NET BLOCK AS ON 31.03.2021
1	Lease hold Land	1,918.71	-	561.83	1,356.87	229.22	17.18	69.14	177.26	1,689.49
2	Furniture and Fittings	0.17	-	-	0.17	0.16	-	-	0.16	0.01
3	Electrical fittings	291.31	-	-	291.31	131.43	41.40	-	172.83	159.88
4	Building	814.08	82.95	-	897.03	721.56	29.28	-	750.84	92.52
5	Motor Car	-	24.12	-	24.12	-	-	-	-	24.12
<b>Total</b>		<b>3,024.27</b>	<b>107.07</b>	<b>561.83</b>	<b>2,569.50</b>	<b>1,082.37</b>	<b>87.85</b>	<b>69.14</b>	<b>1,101.08</b>	<b>1,941.90</b>
	<b>Previous year</b>	<b>4,448.21</b>	<b>23.97</b>	<b>1,447.91</b>	<b>3,024.27</b>	<b>1,138.10</b>	<b>114.68</b>	<b>170.41</b>	<b>1,082.37</b>	<b>3,310.12</b>
										<b>1,468.42</b>
										<b>1,941.90</b>

For and on behalf of the Board of Directors

*[Signature]*

**Dr. Ellangovan K**  
 Director  
 DIN:00206845

**Jose Kurian Mundackal**  
 Director  
 DIN:02656794

As per our Report of even date attached

**For Argee & Co**  
 Chartered Accountants  
 Firm No.000217S

*[Signature]*  
**M Ramendran**  
 (Partner)  
 Mem.No 19796



Place : Kochi  
 Date : 10/06/2022

## **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022**

### **1. CORPORATE INFORMATION**

INKEL-KSIDC Projects Limited ("the Company") is a non-government company incorporated in India as per the provisions of Companies Act, 2013. The Company is engaged in the promotion, setting up and maintenance of all types of infra structure facilities, projects and ventures.

### **2. SIGNIFICANT ACCOUNTING POLICIES**

#### **2.1. Basis of Accounting**

2.1.1 The financial statements have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP). The Company has prepared these financial statements to comply in all material respects with the Accounting standards specified under section 133 of the Companies 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014.

2.1.2 The financial statements have been prepared on accrual basis and historical cost convention in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) and the relevant provisions of the Companies Act, 2013. The accounting policies adopted in the preparation of financial statements are consistent with those of previous year.

2.1.3 For the year ended March 31, 2022, the schedule III notified under the Companies Act, 2013 has become applicable to the Company, for the preparation and presentation of its Financial Statements. The adoption of revised schedule does not affect the recognition and measurement principles followed for preparation of Financial Statements. However, it has significant impact on the presentation and disclosures made in the financial statements. The Company has also reclassified the previous year's figures in accordance with the requirements applicable in the current year. All assets and liabilities have been classified as current and non-current as per the company's normal operating cycle and other criteria's specified in the revised schedule III to the companies Act 2013. Company has presently determined 12 months as the normal operating cycle for the purpose of classification of current and non-current assets and liabilities.

#### **2.2. Use of Estimates**

The presentation of financial statements in conformity with generally accepted principles require estimates and assumptions to be made that effect the reported amount of assets and liabilities on that date of financial statements and require the management to make estimates and assumptions considered in the reported amounts of Assets and Liabilities (Including Contingent Liabilities) as on the date of



financial statements and the reported Income and Expenses in the reporting period. The estimates and assumptions used in the financial statements are based upon the Managements evaluation of the relevant facts and circumstances as on the date of financial statements. Management believes that the estimates used in the preparation of financial statements are prudent and reasonable. Future results may vary from these estimates.

### **2.3. Functional and Presentation Currency**

The financial statement is prepared in Indian Rupee (INR), which is the functional currency of the company and the currency of the primary economic environment in which the company operates.

### **2.4.Cash and Cash Equivalents**

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposit, which are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

### **2.5. Property Plant & Equipment and depreciation**

#### **a) Property Plant & Equipment**

Property Plant & Equipment are stated at their original cost of acquisition including taxes, duties, freight and other incidental expenses relating to the acquisition and installations of concerned assets less accumulated depreciation.

#### **b) Depreciation and Amortization**

Depreciation on Property Plant & Equipment is provided on WDV basis at the rates prescribed in Schedule II to the Companies Act, 2013.

#### **c) Impairment of Assets**

The company assess at each balance sheet date whether there is an indication that an asset may be impaired. If any such indication exists company estimates the recoverable amount of the asset. If such recoverable amount of the asset or recoverable amount of the cash generating unit to which asset belong is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognized in the profit and loss account.

### **2.6. Borrowing Costs**

Borrowing costs that are directly attributable to the acquisition, construction or production of an asset takes a substantial period of time to get ready for its intended use are capitalized. Other borrowing costs are recognized as expenditure for the period in which they are incurred.



## **2.7. Inventories**

During the year the company had transferred an amount of Rs. 492.70 lakhs (Previous Year – Rs. 1277.50 lakhs) as cost of land sub leased and charged to profit & loss account.

## **2.8. Employee Benefits**

Short term Employee Benefits:

All employee benefits payable wholly within twelve months of rendering the services are classified as short term employee benefits and recognized in the period in which the employee renders the related service.

During the year, the company has not paid any employee benefits.

## **Defined Contribution Plans**

The company has contribution plans for employees comprising of Provident Fund. During the year only administrative expenses related to Provident Fund are charged to Statement of Profit & Loss account as there are no employee related cost.

## **2.9. Revenue Recognition**

- i. Revenue arising on disposal of current assets under long-term lease arrangements that are in nature of financial leases is recognized in the year in which the lease arrangements become operational.
- ii. Proportionate income during the period of license agreement and income from other arrangements which are in the nature of operating leases, are recognized as income in the respective years.
- iii. During the year the company has collected Rs. 1,691.14 lakhs (Previous year 4,308.47 lakhs) by sub lease of land and the entire amount is taken as income for the period.

## **2.10. Lease hold right**

Lease hold premium paid in respect of land taken on lease is taken as fixed asset and is amortised over the lease period. Unamortised amount of lease premium in the books of the company was Rs. 1,179.62/- (Previous Year- Rs. 1,689.49 lakhs).

**2.11.** GST Input Credit Receivable is shown as balance lying with Government Authorities under short term loans and advances in accordance with the GST Rules.

## **2.12. Provisions, Contingent Liabilities and Contingent Assets**

Provisions are recognized when the company has a present obligation as a result of a past event, for which it is probable that a cash outflow will be required and a reliable estimate can be made of the amount of obligation. Provisions are not discounted to its present value and are determined based on management estimate required to settle the obligation at the Balance sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the correct management estimate.



Contingent Liabilities are disclosed when the company has a possible obligation or a present obligation and it is probable that a cash flow will not be required to settle the obligation.

Contingent Assets are neither recognized nor disclosed in the accounts.

As per the lease agreement entered into with the Kerala State Industrial Development Corporation (KSIDC) the company is liable for interest on Installment Payments of lease premium on the land leased by KSIDC to INKID.

Contingent liability not provided amounts to Rs.805 lakhs as the close of the year (previous year Rs.805 lakh), on account of interest for the lease premium, payable on instalments, as per the lease agreement entered into with KSIDC as the matter is under renegotiation by the management with KSIDC and is expected a waiver.

### **2.13.Taxes on Income**

Income Tax is accounted in accordance with Accounting Standard on accounting for Taxes on Income (AS-22), which include Current Taxes and Deferred Taxes. Provision for Current Tax made in accordance the provisions of the Income Tax Act-1961. Deferred Tax assets/liabilities representing timing differences between accounting income and taxable income are recognized to the extent considered capable of being reversed in subsequent years. Deferred Tax Asset are recognized only to the extent there is reasonable certainty that sufficient future taxable income will be available, except that DeferredTax Asset arising due to unabsorbed depreciation and losses are recognized if there is a virtual certainty that sufficient future taxable income will be available to realize the sale.

MAT credit is recognized as 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 Minimum Alternate Tax (MAT) credit becomes eligible to be recognized as an asset in accordance with the recommendations contained in the Guidance Note issued by the Institute of Chartered Accountant of India, the said asset is created by way of a credit to the profit and loss account and shown as MAT Credit Entitlement. The company reviews the same in each balance sheet date and write down the carrying amount of MAT Credit Entitlement to the extent there is no longer convincing evidence to the effect that the company will pay normal Income Tax during the specified period.

### **2.14. Foreign Exchange Transactions**

Transactions in foreign currencies are recorded at the rate of exchange prevailing on the date of transaction. Monetary Assets and liabilities outstanding at the Balance Sheet date are translated at the applicable exchange rate prevailing at the year end. The exchange gain/ loss arising during the year are adjusted to the statement of Profit and Loss account. Non-Monetary items outstanding at the Balance sheet date are reported using the exchange rate prevailing on the date of each transaction.

### **2.15. Managerial Remuneration**

No managerial remuneration has been paid by the company. (Previous year NIL)  
Sitting fee paid to directors – Rs 1,40,000 (Previous Year-Rs. 50,000)



## 2.16. RELATED PARTY DISCLOSURE

Related Parties with whom transactions have taken place during the year:

a. Holding Company

- i. INKEL Limited – 74% share

b. Subsidiary

- i. INKEL-KSIDC Projects Ltd  
ii. Balances outstanding with related parties:

Particulars	As at 31 <sup>st</sup> March, 2022		As at 31 <sup>st</sup> March, 2021	
	INKEL Ltd	KSIDC Ltd	INKEL Ltd	KSIDC Ltd
Receivables from KSIDC	-	42,39,237/-	-	18,42,619/-

iii. Transactions with related parties

Particulars	As at 31 <sup>st</sup> March, 2022		As at 31 <sup>st</sup> March, 2021	
	INKEL Ltd	KSIDC Ltd	INKEL Ltd	KSIDC Ltd
Interest paid on inter corporate loans.	-	-	73,591/-	-
Guarantee Commission paid to Inkel Ltd.	-	-	6,43,547/-	-

c. Remuneration to Key Management Personnel: NIL

d. Sitting fee paid to Directors : Rs. 1,40,000/- (Previous Year-Rs. 50,000/-)

## 2.17. Details of dues to Micro and Small Enterprises as defined under The Micro Small and Medium Enterprises Development Act, 2006

Based on and to the extent of information received from the suppliers regarding their status under the Micro, Small and Medium Enterprise Development Act, 2006 as identified by Management and relied upon by the Auditors, there are no such parties.

2.18. The Company has during the year only a single operation namely “sales/sub lease of land”. Therefore, the Company’s business does not fall under different business segments as defined by AS-17 “Segmental Reporting” issued by ICAI.

2.19. Financial Reporting of Interests in Joint Ventures (AS-27) – NIL.



## 2.20. Earnings per share

Basic/diluted earnings per share is calculated by dividing the net profit or loss for the year attributable to equity shareholders (after deducting attributable taxes) by the weighted average number of equity shares/ dilutive potential equity shares outstanding as at the end of the year as the case may be.

Particulars	2021-22	2020-21
Basic EPS	3.66	8.20
Diluted EPS	3.66	8.20

2.21. Previous year figures have been regrouped/ reclassified wherever necessary to confirm to the current year's presentation.

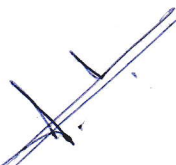
For and on behalf of the Board of Directors



**Dr. Ellangovan K**

Director

DIN:05272476



**Jose Kurian Mundackal**

Director

DIN:02656794

As per our Report of even date attached

**For Argee & Co**

Chartered Accountants

Firm No.000217S



**M Ramendran**

(Partner)

Mem.No 19796

Place : Kochi

Date :10/06/2022

