

# THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED

## ALAPPUZHA

### BOARD OF DIRECTORS

Mr. Dilip Thomas (Chairman)

Mrs. Priyalatha Thomas (Managing Director)

Mr. K.S Manian

Mr. K.Suresh (Joint Managing Director)

Mr. R.Venugopalan

### COMPANY SECRETARY

Mr. Manu P Sam

### AUDITORS

Suri & Co.

Chartered Accountants

Park Circle, Second Floor

No.20 Moores Road, Thousand Lights

Chennai - 600 006

### BANKERS

The Federal Bank Ltd.

Bank of Baroda

### REGISTRAR & SHARE TRANSFER AGENT

Cameo Corporate Services Limited

"Subramanian Building"

No.1, Club House Road, Chennai-600 002

### REGISTERED OFFICE

W-21/674, Beach Road,

Alappuzha-688 012

Tel: 0477-2243624, 2243625

Email: avt.alapuzha@gmail.com

www.rajagirirubber.in

CIN: U25191KL1937PLC000979

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# THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED

Registered Office: W-21/674, BEACH ROAD, ALAPPUZHA-688012

CIN: U25191KL1937PLC000979

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## NOTICE TO SHAREHOLDERS

NOTICE is hereby given that the EIGHTY FOURTH ANNUAL GENERAL MEETING of the Company will be held at the Registered Office at W-21/674, Beach Road, Alappuzha-688 012, at 11.00 A.M. on Thursday the 21<sup>st</sup> October, 2021 to transact the following business:

### Ordinary Business:

1. To receive, consider and adopt the Audited financial statements (including the Consolidated financial statements) of the Company for the year ended 31st March, 2021, the reports of the Board of Directors and Auditors thereon.
2. To appoint a Director in place of Mr.R.Venugopalan (DIN:00704982 ) who retires by rotation and being eligible has offered himself for re-appointment.

Chennai  
9th September, 2021

By Order of the Board  
For THE RAJAGIRI RUBBER & PRODUCE CO., LTD.  
DILIP THOMAS  
CHAIRMAN

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## THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

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### NOTES:

1. A member entitled to attend and vote at the Meeting is entitled to appoint a proxy to attend and vote on a poll instead of himself and the proxy need not be a member of the Company. The instrument appointing the proxy should, however be deposited at the registered office of the Company not less than 48 hours before the commencement of the meeting.
2. A person can act as proxy on behalf of members not exceeding fifty and holding in the aggregate not more than ten percent of the total share capital of the company carrying voting rights. A member holding more than ten per cent 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 proxy for any other person or shareholder.

### 3. PRECAUTIONARY MEASURES FOR ANNUAL GENERAL MEETING

In view of the ongoing COVID-19 pandemic, the Company will implement the following measures at the Annual General Meeting (AGM) venue to safeguard the health and safety of our shareholders attending the AGM of the Company to be held on 21.10.2021

- (i) compulsory body temperature checks will be conducted for every attending shareholder of the Company, proxy and other attendees at the entrance of the AGM venue. Any person with a body temperature of over 37.5 degrees Celsius will not be allowed entry into the AGM venue;
- (ii) each attendee should have taken atleast one dose of Covid-19 vaccine before two weeks of date of AGM or should be in possession of RT-PCR negative certificate taken 72 hours before the date of AGM, a proof of which should be produced at AGM venue.
- (iii) each attendee will be asked to fill up a health declaration form, based on which his/her entry into the AGM venue will be decided.
- (iv) each attendee would be provided with and should wear face mask throughout the AGM and inside the AGM venue;
- (v) the Company will provide hand wash and sanitizer at the AGM venue;
- (vi) the Company will maintain safe distance between seats; and
- (vii) no refreshments and beverages will be served.

The shareholders attending the AGM are requested to install Aarogya Setu application on mobile phones and regularly update their health status. This will facilitate timely provision of medical attention to individuals who are at risk. Only those who are declared safe are requested to co-operate and attend the AGM. All other health & safety protocols not mentioned above may please be complied in the interest of others.

In the event of any regulations/restrictions imposed by the Government of India and/or Government of Kerala due to COVID-19, requiring change of the date or place of the AGM, the shareholders of the Company will be notified of the revised arrangements.

4. Institutional / Corporate Shareholders (i.e. other than individuals / HUF, NRI, etc.) are required to send a scanned copy (PDF/JPG Format) of its Board or governing body Resolution/Authorization etc., authorizing its representative to attend the Annual General Meeting on its behalf and to vote through remote e-voting. The said Resolution/ Authorization shall be sent to the Scrutinizer by email through its registered email address to vsureshpcs@gmail.com with a copy marked to avt.alapuzha@gmail.com
5. The related details , pursuant to Secretarial Standards on General Meetings issued by the Institute of Company secretaries of India , in respect of Director seeking appointment at the AGM is annexed.
6. The Company has appointed M/s Cameo Corporate Services Limited, Chennai as its Registrar & Share Transfer Agent and depository interface of the Company with CDSL and NSDL. Shareholders intending to hold their shares in electronic form may approach their depository participants for dematerialisation of shares. Shareholders may send their shares for effecting transmission / transposition to M/s Cameo Corporate Services Limited.
7. The Register of Members and Share Transfer Books of the Company will remain closed from 16.10.2021 to 21.10.2021 both days inclusive.

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## THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

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8. Members are requested to notify immediately any change in their address to the company's Share Transfer Agent, M/s. Cameo Corporate Services Limited, Subramanian Building, No. 1, Club House Road, Chennai- 600 002 in the case of physical holdings and to their respective Depository Participants in case of dematted shares.
9. The shareholders of the Company, who have not yet registered / updated their e-mail address, are requested to register / update their e-mail address by sending the form/mandate enclosed along with the Annual Report for the F.Y. 2020-2021, mentioning their folio number / DPID/CLID and valid e-mail id for registration to the Company's Registrar & Transfer Agent, M/s Cameo Corporate Services Ltd., or to the Company or to their Depository Participant.
10. Shareholders of the Company may avail the nomination facility by executing the prescribed nomination form which can be obtained from the Registered Office of the Company.
11. Shareholders who have multiple folios in identical names or in joint names in the same order, are requested to intimate to the Company these folios, to enable the Company to consolidate all such shareholdings into one folio.
12. Pursuant to provisions of Section 124(6) of the Companies Act, 2013, the Company has transferred the unpaid or unclaimed dividends from time to time on due dates, up to the financial year 2012-13 to the Investor Education and Protection Fund (the IEPF) established by the Central Government.  

Dividend declared for the year 2013-2014 and remaining unpaid or unclaimed is liable to be transferred to the Fund during the month of November 2021. The shareholders are, therefore, advised to claim immediately from the Company the dividends, if any, for the said year remaining unpaid before they are transferred to the Fund.

Pursuant to Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Amendment Rules 2017 (Rules) notified by the Ministry of Corporate Affairs on 28th February 2017, the Company is required to transfer all shares in respect of which dividend has not been paid or unclaimed for seven consecutive years to the IEPF. The shareholders are requested to claim the unpaid dividend amount(s) immediately, failing which their shares shall be transferred to the demat account of the IEPF Authority as per the procedure stipulated in the Rules as amended from time to time.
13. To prevent fraudulent transactions, members are advised to exercise due diligence and notify the Company of any change in address or demise of any member as soon as possible. Members are also advised not to leave their demat account(s) dormant for long. Periodic statement of holdings should be obtained from the concerned Depository Participant and holdings should be verified.
14. Members may also note that the Notice of the 84<sup>th</sup> Annual General Meeting and the Annual Report for 2020-2021 will also be available on the Company's website: [www.rajagirirubber.in](http://www.rajagirirubber.in) for downloading. The physical copies of the aforesaid documents will also be available at the Company's Registered Office for inspection during normal business hours on working days. For any communication, the shareholders may also send requests to the Company's Registrar and share transfer agent's email ID: [investor@cameoindia.com](mailto:investor@cameoindia.com).
15. Members whose names appear on the Register of Members / List of Beneficial Owners as on Cut-off date i.e. 15.10.2021 will be considered for the purpose of availing Remote voting or Vote in the Annual General Meeting. A person who is not a member as on the cut-off date should treat this Notice for information purposes only.
16. Members are requested to submit attested copy of PAN CARD of the transferee(s), surviving holder(s), legal heir(s) and joint holder(s) in case of transmission of shares, deletion of name of deceased shareholder(s) and transposition of shares, in respect of shares held in physical form, along with necessary documents at the time of lodgement of request for transmission/ transposition. Ministry of Corporate Affairs (MCA) , vide notification dated 10th September, 2018 mandated that transfer of securities of unlisted public companies shall be carried out in dematerialized form only with effect from 2nd October, 2018. Accordingly members who have not yet converted their holdings into electronic form may do so immediately for their own interest.
17. Documents referred to in the Notice shall be open for inspection by the members at the Registered Office of the Company on all working days (Monday to Friday) during business hours, except holidays, upto the date of the meeting.

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18. As per Secretarial Standard-2 a route map with prominent Landmark of the venue of the meeting is attached as a separate sheet.

### 19. Voting facilities

- i. In compliance with provisions of Section 108 of the Companies Act, 2013 and Rule 20 of the Companies (Management and Administration) Rule 2014, the Company is pleased to provide Members facility to exercise their right to vote at the 84<sup>th</sup> Annual General Meeting (AGM) by electronic means and the business may be transacted through e-Voting services provided by Central Depository Services (India) Limited (CDSL). The e-voting facility is available at [www.evotingindia.com](http://www.evotingindia.com).
- ii. The facility for voting either through ballot or polling paper shall also be made available at the meeting and members attending the meeting who have not already cast their vote by remote e-voting shall be able to exercise their right at the meeting.
- iii. Members who have cast their vote by remote e-voting prior to the Meeting may also attend the meeting but shall not be entitled to cast their vote again.

The instructions for members for voting are as under:-

- (i) The remote e-voting period begins on 18.10.2021, Monday (9:00 a.m.) and ends on 20.10.2021, Wednesday (5:00 p.m.). During this period shareholders of the Company, holding shares in physical form/Demat form, as on the cut-off date of 15.10.2021 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.

Currently, there are multiple e-voting service providers (ESPs) providing e-voting facility. This necessitates registration on various ESPs and maintenance of multiple user IDs and passwords by the shareholders.

In order to increase the efficiency of the voting process, pursuant to a public consultation, it has been decided to enable e-voting to **all the demat account holders, by way of a single login credential, through their demat accounts/ websites of Depositories/ Depository Participants**. Demat account holders would be able to cast their vote without having to register again with the ESPs, thereby, not only facilitating seamless authentication but also enhancing ease and convenience of participating in e-voting process.

**Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. CDSL and NSDL**

Login type	Helpdesk details
Individual Shareholders holding securities in Demat mode with <b>CDSL</b>	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at <a href="mailto:helpdesk.evoting@cdslindia.com">helpdesk.evoting@cdslindia.com</a> or contact at 022- 23058738 and 022-23058542-43.
Individual Shareholders holding securities in Demat mode with <b>NSDL</b>	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at <a href="mailto:evoting@nsdl.co.in">evoting@nsdl.co.in</a> or call at toll free no.: 1800 1020 990 and 1800 22 44 30

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Login method for e-Voting for shareholders other than individual shareholders holding in Demat form & physical shareholders.

- (iii) The shareholders should log on to the e-voting website [www.evotingindia.com](http://www.evotingindia.com)
- (iv) Click on “Shareholders” tab.
- (v) Now Enter your User ID.
  - (a) For CDSL: 16 digits beneficiary ID
  - (b) For NSDL: 8 character DP ID followed by 8 Digits Client ID
  - (c) Members holding shares in Physical form should enter Folio Number registered with the Company
- (vi) Next enter the image Verification as displayed and Click on Login.
- (vii) If you are are holding shares in Demat form and had logged on to [www.evotingindia.com](http://www.evotingindia.com) and voted on an earlier voting of any Company, then your existing password is to be used.
- (viii) If you are a first time user follow the steps given below:

<b>For Members holding shares in Demat Form and Physical Form</b>	
PAN*	Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department <ul style="list-style-type: none"> <li>• Members who have not updated their PAN with the Company/ Depository Participant are requested to use the first two letters of their name and 8 digits of the sequence number in the PAN field. Sequence number has been provided in the SI.No. in the address label.</li> <li>• <i>In case the sequence number is less than 8 digits, enter the applicable number of 0s before the number after first two characters of the name in CAPITAL Letters. Eg. If your name is Rakesh Kumar with sequence number 1 then enter RA00000001 in the PAN field.</i></li> </ul>
Dividend Bank Details or Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth( in dd/mm/yyyy format) as recorded in the company records in order to login.  If both the details are not recorded with the Company please enter the Folio Number in the Dividend Bank details field as mentioned in instruction (v).

- (ix) After entering these details appropriately, click on “SUBMIT” tab.
- (x) Members holding shares in physical form will then reach directly the Company selection screen. However members holding shares in demat form will now reach ‘Password Creation’ menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that Company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (xi) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (xii) Click on the EVSN for The Rajagiri Rubber and Produce Company Limited on which you choose to vote.
- (xiii) On the voting page, you will see “RESOLUTION DESCRIPTION” and against the same the option “YES or NO” for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (xiv) Click on the “RESOLUTIONS FILE LINK” if you wish to view the entire Resolutions.
- (xv) After selecting the resolution you have decided to vote on, click on “SUBMIT”. A confirmation box will be displayed. If you wish to confirm your vote, click on “OK”, else to change your vote, click on “CANCEL” and accordingly modify your vote.

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- (xvi) Once you “CONFIRM” your vote on the resolution, you will not be allowed to modify your vote.
- (xvii) You can also take out print of the voting done by you by clicking on “Click here to print” option on the Voting page.
- (xviii) If a Demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- (xix) Shareholders can also cast their vote using CDSL’s mobile app-M-voting available on android based mobiles. The M-Voting app can be downloaded from Google Play store. Please follow the instructions as prompted by the mobile app while voting on your mobile
- (xx) Additional instructions for non- individual shareholders and custodians.
  - a. Non- individual shareholders (i.e. other than Individuals, HUF, NRI etc.) are required to log on to <https://www.evotingindia.com> and register themselves as Corporates. Corporates and custodians already registered with CDSL should use their existing login details.
  - b. After registering online, scanned copy of the registration form bearing the stamp and sign of the entity should be emailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com).
  - c. The admin login details will be sent by CDSL. After receiving these details, create a compliance user. The compliance user would be able to link the account(s) for which they wish to vote on.
  - d. The list of accounts linked in the login should be mailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) and on approval of the accounts they would be able to cast their vote.
  - e. A scanned copy of the Board Resolution and Power of Attorney which they have issued in favour of the custodian/ authorized person should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- (xxi) In case you have any queries or issues regarding e-voting you may refer the Frequently Asked Questions (“FAQ”) and e-voting manual available at [www.evotingindia.com](http://www.evotingindia.com), under help section or write an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com)

### General Instructions

- (i) Mr. V. Suresh, Practising Company Secretary (CP No.6032) has been appointed as the Scrutinizer to scrutinize the e-Voting process in a fair and transparent manner.
- (ii) The Scrutinizer shall after the conclusion of voting at the General Meeting, will first count the votes cast at the Meeting and thereafter unblock the votes cast through remote e-voting in the presence of atleast two witnesses not in the employment of the Company of the Company and make, not later than three days of conclusion of the meeting, a consolidated scrutinizer’s report of the total votes cast in favour or against, if any, to the Chairman or a person authorized by him, in writing, who shall countersign the same and declare the result of the voting forthwith. The resolutions will be deemed having been passed on the AGM date subject to receipt of the requisite number of votes in favour of the resolutions.
- (iii) The results declared along with the Report of the Scrutinizer shall be placed on the Company’s website [www.rajagirirubber.in](http://www.rajagirirubber.in) and on the website of CDSL immediately after the result is declared by the Chairman or a person authorised by him in writing who shall countersign the same.
- (iv) The voting rights of shareholders shall be in proportion to their shares of the paid-up equity share capital of the Company as on 15.10. 2021. A person who is not a Member as on the cut off date should treat this Notice for information purposes only.



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## THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

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**Particulars of Directors seeking re-appointment as required to be furnished Under  
Clause 1.2.5 of the (SS-2) Secretarial Standard on General Meeting**

**For Agenda Item No.2**

Name	<b>Mr. R. Venugopalan</b>
Date of Birth	17 <sup>th</sup> May 1962
DIN	00704982
Qualifications	BSc A.C.A
Expertise in Specific functional areas	Mr. R.Venugopalan has working experience in accounts finance and taxation both direct and indirect, more particularly in Plantation Industry. He has rich experience and considerable knowledge about plantation industry
Date of appointment on the Board	20.10.2005
Number of Board Meetings attended during the year 2020-2021	1 (One)
Relationship with other directors	Nil
Directorship held in other Companies (excluding foreign companies)	<b>Director</b> A.V Thomas International Ltd. The Nelliampathy Tea and Produce Co.Ltd. The Midland Rubber and Produce Co.Ltd .
Membership of Committees in other Companies	-
Number of shares held in the Company	Nil



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# THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

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## DIRECTORS' REPORT

Your Directors have pleasure in presenting the **EIGHTY FOURTH** Annual Report with the Audited Accounts for the year ended 31<sup>st</sup> March, 2021.

### FINANCIAL RESULTS

	2020-21 Amount Rs.	2019-20 Amount Rs.
Income from operations & other income	22,89,96,704	24,29,66,089
Profit/(Loss) before Depreciation	(7,18,54,582)	(7,69,47,334)
Depreciation	65,33,122	70,68,071
Profit/(Loss) before Taxation	(7,83,87,704)	(8,40,15,405)
Less: Provision for taxation	NIL	NIL
Profit / (Loss) after taxation	(7,83,87,704)	(8,40,15,405)
Add: Surplus/(Loss) brought forward	(17,13,78,267)	(8,73,62,862)
Surplus / (Deficit)	(24,97,65,971)	(17,13,78,267)

### DIVIDEND

The Board of Directors have not proposed any dividend for the year ended 31<sup>st</sup> March 2021 in view of the loss incurred by the Company.

### MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY

There were no material changes and commitments, affecting the financial position of the Company between the end of the financial year and the date of the report other than those disclosed in the financial statements.

### OPERATIONS

The Production of Rubber was lower during the year due to unfavourable weather conditions and the prices realised were at par compared to previous year.

Due to unfavourable weather conditions the production in Tea was lower and the prices realised were higher during the year under report .

The Production of Cardamom was better during the year and the prices realised were lower compared to previous year.

### LAND MATTERS

The assignment of 3.52 acres of Kuthakapattam Land in Ambikonam Division of Shaliacary Estate is pending following the rejection of the company's petition, by the Government. The Company's writ petition filed before the Honourable High Court of Kerala challenging the Government's Order has been dismissed and the Government has powers to take over the land. The Company has filed an application to Tahsildar suggesting take over of alternate land since the proposed area is under Rubber plantations and the same is pending.

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## THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

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The Order of the Taluk Land Board under the Kerala Land Reforms Act, 1968 to surrender 290.85 acres (117.705 Hectares) claimed as excess land in Chulika and erstwhile Poonoor Estate has been confirmed by the Honourable High Court of Kerala vide judgment dated 24<sup>th</sup> May 2011 directing the Company to surrender the land. In Chulika 200 acres (80.94 Hectares) form part of forest land and is already vested with the Government. Regarding balance area of 90.85 acres (36.77 Hectares) in erstwhile Poonoor Estate, the Company has taken up with the Taluk Land Board (TLB) identifying suitable alternate areas to settle the matter. This order was challenged before the High Court in CRP 263/2012 and the High Court by its order dated 19-11-2014 has directed the TLB to proceed as per the earlier order of the High Court in CRP 1822/1994 and take over the excess land of 200.23 acres in Chulika Estate and 90.62 acres in Poonoor Estate. The TLB has initiated hearing and the final order is awaited.

Out of the two blocks namely 108.67 acres (43.82 Hectares) and 21.45 acres (8.65 Hectares) vested by Forest department in 2001, against the Company's claim of 93.18 acres (37.72 Hectares) as enclaves in Chulika Estate, the extent of 21.45 acres (8.68 Hectares) was allowed by the High Court of Kerala. However the forest department has gone on appeal before the Supreme Court and the matter is pending.

The Dispute with regard to 250 acres (101.174 Hectares) in erstwhile Poonoor Estate pending before the Land Tribunal Kozhikode was decreed in favour of the Company.

The dispute with regard to 270 Ha. of land in Chulika Estates claiming possession by virtue of purchase of Jenmi rights from Kadathanath Kovilakam is appropriately contested before Sub Court in Sultan Battery.

### **PARTICULARS OF EMPLOYEES**

The statement containing remuneration paid to employees and other details as required under Section 197(12) of the Companies Act, 2013 ( Act ) read with Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, is provided in a separate annexure forming part of this report. Further, the report and the accounts are being sent to the members excluding the aforesaid annexure. In terms of Section 136 of the Act, the said annexure is open for inspection at the Registered Office of the Company during business hours on any working days of the Company upto the date of the forthcoming Annual General Meeting. Any member interested in obtaining a copy of the same may write to the Company and the same will be provided free of cost to the member.

During the year, no employee of the Company was in receipt of remuneration in excess of the limits prescribed by Section 197 of the Companies Act 2013 read with Rule 5(2) made thereunder.

### **DIRECTORS AND KEY MANAGERIAL PERSONNEL**

In accordance with the provisions of Section 152 of the Companies Act, 2013 and rules made there under Mr.R.Venugopalan (DIN: 00704982) Director, retires by rotation at the ensuing Annual General Meeting and being eligible offers himself for re-appointment. The Directors recommend re-appointment of Mr.R.Venugopalan at the ensuing Annual General Meeting.

The provisions of the Companies Act, 2013, regarding the appointment of Key Managerial Personnel are not applicable to the Company.

### **ANNUAL RETURN**

As required under Section 92(3) copy of the Annual Return of the Company is uploaded on the Company's website [www.rajagirirubber.in](http://www.rajagirirubber.in).

### **BOARD MEETINGS**

During the financial year 2020-21 the Board of Directors met four times. The dates on which the meetings held were 03.08.2020, 09.09.2020, 28.12.2020 & 23.03.2021. The intervening gap between the meetings were within the period prescribed under the Companies Act, 2013.

The Company has complied with the Secretarial Standards issued by the ICSI.

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## THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

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### **AUDIT COMMITTEE**

The Company is not required to constitute an Audit Committee as per Rule 6 of the Companies (Meetings of Board and its Powers) Rules, 2014 read with Section 177 of the Companies Act, 2013.

### **NOMINATION AND REMUNERATION COMMITTEE**

The Company is not required to constitute a Nomination and Remuneration Committee as per Rule 6 of the Companies (Meetings of Board and its Powers) Rules, 2014 read with Section 178 of the Companies Act, 2013.

### **SHARE TRANSFER COMMITTEE**

The Share Transfer Committee consists of Directors Mr. Dilip Thomas, Mr. K.Suresh and Mr. R.Venugopalan, as Members of the Committee.

### **AUDITORS**

Pursuant to the provisions of Section 139 and other applicable provisions of the Companies Act, 2013, the shareholders in their 80th Annual General Meeting (AGM) held on 21st September, 2017 had re-appointed M/s. Suri & Co, Chartered Accountants (Firm Registration No.004283S), the Statutory Auditors of the Company for a period of 5 years till the conclusion of the 85th Annual General Meeting. In view of the amendments to the Companies Act, 2013 their appointment is not required to be ratified by the members in the forthcoming Annual General Meeting.

### **COST AUDITORS**

The Provisions of Section 148 of The Companies Act, 2013 read with Companies (Cost Records and Audit) Rules, 2014 in respect of Cost Audit is not applicable to the Company.

### **AUDITORS REPORT**

There are no qualifications, reservations or adverse remarks mentioned in the Auditors Report.

### **SECRETARIAL AUDIT**

Secretarial Audit is not applicable as per Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 read with Section 204 of the Companies Act, 2013

### **INTERNAL AUDIT & CONTROLS**

The Company has internal control systems commensurate with the size and nature of its business and has appointed M/s. Vasanthan Naresh and Associates, Chartered Accountants, as the Internal Auditors. The Internal Audit coverage is adequate to ensure that the assets of the company are safeguarded and protected and there is regular review by Management on policies, internal controls, procedures and internal audit reports.

### **RISK MANAGEMENT PLAN**

Pursuant to Section 134 (3) (n) of the Companies Act, 2013 the Company had laid down the procedures to inform Board members about the risk assessment and its mitigation procedures.

Mr. Manu P Sam, Company Secretary has been assigned the task of informing the Board about the various risks and its mitigation by the Company from time to time.

At present, the Company has not identified any element of risk which may threaten the existence of the Company.

### **PARTICULARS OF LOANS, GUARANTEES AND INVESTMENTS**

Details of Loans, Guarantees and Investments covered under the provisions of Section 186 of the Companies Act, 2013 are given in the notes to the Financial Statements.

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## THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

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### **SUBSIDIARY/ASSOCIATE COMPANIES**

As required under Section 129 (3) of the Companies Act, 2013, the Company has prepared a consolidated financial statement in respect of its associate Company Rajagiri Impex Limited along with its own financial statements. Further the particulars showing the salient features of the Associate Company as required under first proviso to Section 129 (3) of The Companies Act, 2013 read with rule 5 of Companies (Accounts) Rules 2014 are attached in Form AOC-1 which is attached as **Annexure I** to this report.

### **TRANSACTIONS WITH RELATED PARTIES**

All transactions entered into by the Company with Related Parties were in the Ordinary course of business and on the basis of Arm's Length pricing. Details of the transactions are provided in Form AOC-2 which is attached as **Annexure –II** to this Report.

### **INSURANCE**

The Company continues to carry adequate insurance for all assets against unforeseeable perils.

### **SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS**

There were no significant material orders passed by the Regulators/ Courts which would impact the going concern status of the Company and its future operations.

### **CONSERVATION OF ENERGY AND TECHNOLOGY ABSORPTION**

The statement pursuant to Section 134 (3)(m) of the Companies Act, 2013 read with Rule 8 (3) of the Companies (accounts) Rules , 2014 is attached as **Annexure – III** . The company has no activities relating to technology absorption on account of the nature of its business.

### **FOREIGN EXCHANGE EARNINGS/OUTGO**

During the year under review, the Company has not earned or incurred any expenditure in Foreign Exchange. The company has been continuing in exploring the possibilities of exporting its produces as well as on new foreign projects.

### **INDUSTRIAL RELATIONS**

During the year under review, your company enjoyed cordial relationship with workers and employees at all levels.

### **CORPORATE SOCIAL RESPONSIBILITY**

The Company does not fall within the ambit of the provisions of Section 135 of the Companies Act, 2013 on Corporate Social Responsibility and hence report on Corporate Social Responsibility ( CSR) Activities is not annexed.

### **DEPOSIT FROM PUBLIC**

The Company has not accepted any deposits from public during the year. However, the Company has accepted an amount of Rs.25 lakhs as loan from Directors under section 73 read with The Companies (Acceptance of Deposits) Rules, 2014..

### **DISCLOSURE OF ACCOUNTING TREATMENT**

In the preparation of the financial statements, the Company has followed the Accounting Standards referred to in Section 133 of the Companies Act, 2013. The significant accounting policies which were consistently applied are set out in the Note 1 to the Financial Statements.

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## THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

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### DIRECTORS' RESPONSIBILITY STATEMENT

In pursuance of Section 134 (5) of the Companies Act, 2013, the Directors hereby confirm that:

- a. in the preparation of the annual accounts for the financial year ended 31<sup>st</sup> March, 2021, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;
- b. they 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 Loss of the Company for the financial year;
- c. they have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act. They confirm that there are adequate systems and controls for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d. they have prepared the annual financial statements on a going concern basis;
- e. they have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively

### INVESTOR EDUCATION AND PROTECTION FUND (IEPF)

Pursuant to Section 124 of the Companies Act, 2013 and IEPF Authority ( Accounting, Audit, Transfer and Refund) Rules 2016 ( " the Rules") as amended from time to time, all unpaid or unclaimed dividends, after the completion of seven years, are required to be transferred by the Company to the IEPF established by the Central Government. Further according to the Rules, the shares in respect of which dividend has not been paid or unclaimed by the shareholders for seven consecutive years or more shall also be transferred to the demat account created by the IEPF Authority. Accordingly, the Company had transferred to the IEPF Authority, unclaimed and unpaid dividends and 2771 Equity shares during the Financial Year 2020-21.

### DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORK PLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT 2013

The Company has in place an Anti-Sexual Harassment Policy in line with the requirements of the Act. An Internal Complaints Committee has been set up for redressal of complaints and all employees (permanent, contractual, temporary, trainees) are covered under this policy.

During the year the Company has not received any complaint under Sexual Harassment of Women at the Workplace (Prevention, Prohibition & Redressal) Act, 2013.

### ACKNOWLEDGEMENT

Your Directors place on record their appreciation for the continued support extended to the Company by its Bankers and Employees during the year.

Chennai.  
9th September, 2021

By Order of the Board  
DILIP THOMAS  
CHAIRMAN

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**THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA**

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ANNEXURE - I

**Form AOC-1****Part "B": Associates and Joint Ventures****Statement pursuant to Section 129 (3) of the Companies Act, 2013 related to Associate/Subsidiary Companies and Joint Ventures**

(Rs. in Lakhs)

Sl. No	Name of Associates	Rajagiri Impex Limited
1	Latest audited Balance Sheet Date	31.3.2021
2	Shares of Associate/Joint Ventures held by the company on the year end	
	Numbers	150000
	Amount of Investment in Associates/ Joint Venture	15.00
	Extent of Holding %	30%
3	Description of how there is significant influence	More than 20% of the Total Share Capital of the Associate Concern is held by The Rajagiri Rubber and Produce Company Limited
4	Reason why the associate/ joint venture is not consolidated	The accounts of Associates have been consolidated.
5	Net worth attributable to shareholding as per latest audited Balance Sheet	28.42
6	Profit/Loss for the year	
	i) Considered in Consolidation	3.82
	ii) Not Considered in Consolidation	NIL
7	Total Net Worth	94.73

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**THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA**

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**ANNEXURE – II**

**Form No. AOC-2**

(Pursuant to *clause (h) of sub-section (3) of Section 134 of the Companies 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:

Company has not entered into any contract or arrangement or transaction with its related parties which is not at arm's length during financial year 2020-21.

2. Details of material contracts or arrangement or transactions at arm's length basis are appended in Annexure - IIA

For and on behalf of the Board of Directors

DILIP THOMAS  
Chairman

Chennai  
9<sup>th</sup> September, 2021



**THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA**

**Annexure IIA**

**AOC 2**

Name of the Company	Nature of Relationship	Nature of Transaction	Duration of Transactions	Amount (Rs.)	Salient Terms	Date of Approval by the Board	Amount paid as Advance if any
A.V Thomas and Co.Ltd	Common Control through constitution of Board / shareholding	Sale of 810 kgs of Tea	On going transactions	1,30,244	Market Rate	Not Applicable	Nil
The Highland Produce Co.Ltd.,	Common Control through constitution of Board / shareholding	Sale of Rubber firewood Sale of used Reverse Osmosis Drinking water plant and sale of used 82.5 KVA Genset	On going transactions On going transactions	3,54,637 7,10,800	Market Rate Market Rate	Not Applicable Not Applicable	Nil Nil
M/s Rajagiri Impex Ltd	Common Control through constitution of Board / shareholding	Sale of 8521 kgs of Cardamom Sale of 2329 kgs of pepper	On going transactions On going transactions	1,45,45,361 8,12,930	Market Rate Market Rate	Not Applicable Not Applicable	Nil Nil
Dalp Trading and Manufacturing Limited	Common Control through constitution of Board / shareholding	Rent received for Panampilly Nagar office Brokerage/ Commission Paid	On going transactions On going transactions	12,000 8,69,971	Market Rate Market Rate	Not Applicable Not Applicable	Nil Nil
L.J International Limited	Common Control through constitution of Board / shareholding	Rent received for Panampilly Nagar office	On going transactions	4,000	Market Rate	Not Applicable	Nil
M/s. Rajagiri Impex Ltd	Common Control through constitution of Board / shareholding	Brokerage/ other sales expenses	On going transactions	4,04,063	Market Rate	Not Applicable	Nil
The Highland Produce Co. Ltd.,	Common Control through constitution of Board / shareholding	Purchase of 698 kgs of Staff gratis tea Dividend received on Equity shares Dividend received on Preference shares Redemption of Preference shares	On going transactions On going transactions On going transactions On going transactions	95,990 30,520 79,42,131 1,20,00,000	Market Rate Market Rate Market Rate Market Rate	Not Applicable Not Applicable Not Applicable Not Applicable	Nil Nil Nil Nil
A.V Thomas and Co.Ltd. W/Island	Common Control through constitution of Board / shareholding	Warehousing charges/ other expenses	On going transactions	2,89,270	Market Rate	Not Applicable	Nil
A.V Thomas and Co.Ltd Chennai	Common Control through constitution of Board / shareholding	Rent paid for the Building at Chennai	On going transactions	12,000	Market Rate	Not Applicable	Nil

**CONSERVATION OF ENERGY**

[Pursuant to *Section 134 (3) (m) of the Companies Act, 2013 read with rule 8(3) of the Companies (Accounts) Rules, 2014*]

The steps taken or impact on conservation of Energy

The Company is committed to conserve energy in all our activities and is continuing with its efforts to conserve energy.

- Harvested rain water is used in centrifuging factories in order to conserve water.
- CFL/ Fluorescent tubes/Sodium Vapour Lamps were replaced with LED lighting to reduce energy consumption for lighting in office and factory.
- Conservation of energy is maximized through Biennial energy audit, periodic maintenance of capacitor banks and through periodic maintenance of machineries in Rubber and Tea estate factories.
- Treated, recycled effluent water is used for washing at Factory thereby conserving water and energy.
- Transparent roofing sheets are used for reducing energy costs

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# THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

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## INDEPENDENT AUDITOR'S REPORT

To the Members of  
THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

### Report on the Standalone Financial Statements

#### Opinion

We have audited the standalone financial statements of **The Rajagiri Rubber & Produce Company Limited** ("the Company"), which comprise the balance sheet as at 31st March 2021, and the statement of profit and loss, and statement of cash flows for the year then ended, 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 principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, and loss and its cash flows for the year ended on that date.

#### Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the 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 Companies Act, 2013 and the Rules there under, 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 Standalone Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the other information. The other information comprises the management report, its annexures, Board's Report including annexures, Director's Responsibility statement, but does not include the standalone Financial Statements and our Audit 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 we conclude that there is a material misstatement of this other information, based on the work we have performed, we are required to report that fact. We have nothing to report in this regard.

#### Responsibilities of Management and Those Charged with Governance for the 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 principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design,

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## THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

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

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

### **Auditor's Responsibilities for the Audit of the 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 scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal 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 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.

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## THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

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We communicate with those charged with governance of, 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 The Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give an Annexure A, a Statement on matters specified in paragraph 3 and 4 of the said order, to the extent applicable

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, 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 Accounting Standards specified 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 31<sup>st</sup> March 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March 2021 from being appointed as a director in terms of Section 164 (2) of the Act.
- (f) With respect to adequacy of internal financial controls over financial reporting of the company and the operating effectiveness of such controls, refer our separate report in Annexure B;
- (g) 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:

In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.

- (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

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## THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

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- i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements - Refer Note 27(6) to the financial statements;
- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses as at March 31, 2021.
- iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

For SURI & CO.  
Chartered Accountants  
**Firm Regn.No.004283S**

G. RENGARAJAN  
Partner  
Membership No. 219922  
UDIN: 21219922AAAAPB6347

Place : Chennai  
Date : 09.09.2021

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## THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

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### ANNEXURE A TO THE REPORT OF THE AUDITORS TO THE MEMBERS OF THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

- i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of Fixed Assets.
- (b) The Company has a regular programme of physical verification of its fixed assets (other than livestock) by which the fixed assets are verified in a phased manner over a period of three years. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets. The company could not verify the livestock during the current year due to the Covid Pandemic and has confirmed that the same would be completed by 31-03-2022. In our opinion, and according to the information and explanations given to us, no material discrepancies were noticed on such verification.
- (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of the immovable properties are held in the name of the company.
- ii) The Physical verification of inventory has been conducted at reasonable intervals by the management. In our opinion, the frequency of such verification is reasonable. Due to COVID 19, the company could not carry out physical verification of inventories as on the reporting date. The physical verification of the inventory was done by the management subsequent to the Balance Sheet date on partial lifting of the lockdown. We have relied on the management in this regard, since we could not observe the physical inventory verification because of travel restrictions imposed due to COVID 19. We have performed a roll-back procedure based on management physical verification to reconcile the book stock as on the reporting date. According to the information and explanation given to us and based on the alternate procedures performed as aforesaid, no material discrepancies were noticed on verification.
- iii) The Company has not granted any loans, secured or unsecured to the Companies, Firms, Limited Liability Partnerships or other parties covered in the register maintained under Section 189 of the Companies Act, 2013. Accordingly Para 3 (iii) (a), (b) & (c) of the Order are not applicable.
- iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 186 of the Companies Act, 2013 with respect to the investments made and inter corporate loan given. The company has not given any guarantees, or securities covered under the provisions of section 185 and 186 of the Companies Act, 2013.
- v) The company has not accepted any deposits from the public during the year.
- vi) The Company is not subject to the Companies (Cost Records and Audit) Rules, 2014 prescribed by the Central Government for the maintenance of cost records under section 148 (1) of the Companies Act, 2013 and hence the Para 3 (vi) of the Order is not applicable.
- vii) a) The Company is regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, Employees State Insurance, Income tax, Customs duty, Goods and Service Tax, Cess and other statutory dues applicable to it. No undisputed statutory dues were outstanding as at the last day of the financial year for a period of more than six months from the date they became payable.



## THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

b) The details of disputed statutory dues which have not been deposited are as under:

Name of the Statute	Nature of the dues	Amount Rs.	Amount Paid (Rs.)	Forum where dispute is pending
Kerala General Sales Tax Act & Central Sales Tax Act	KGST AY 1983-84, 1990-91, 1996-97, 1998-99, 1999-00 & 2000-01	9,10,941	2,73,584	Kerala Income Tax and Sales Tax Appellate Tribunal
	CST AY 1990-91 to 1994-95, 1996-97, 1998-99 to 2000-01	31,50,316	10,74,571	Deputy Commissioner (Appeals)
	CST Kalpetta AY 1981-82, 1987-88	32,103	88,006	Deputy Commissioner (Appeals)
	KGST AY 1997-98 to 2000-01	8,51,273	14,23,289	Deputy Commissioner (Appeals)
	CST AY 2009-10, 2010-11, 2011-12 and 2014-15	54,81,698	Nil	High Court
Kerala Value Added Tax	KVAT AY 2012-13, 2013-14 and 2014-15	11,86,293	2,21,119	Deputy Commissioner (Appeals)

- viii) company has not defaulted in repayment of dues to banks.
- ix) The company did not raise any money by way of initial public offer or further public offer (including debt instruments). The term loans were used for the purpose for which those are raised. Accordingly, Clause 3(ix) of the order is not applicable.
- x) According to the information and explanations given to us, no fraud by the company or any fraud on the company by its officers or employees has been noticed or reported during the year.
- xi) According to the information and explanation given to us and based on our examination of the records of the Company, the Company has paid/ provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act.
- xii) The Company is not a Nidhi Company. Accordingly Para 3 (xii) of the Order is not applicable.
- xiii) According to the information and explanation given to us and based on our examination of the records of the Company, all transactions with the related parties are in compliance with sections 188 of Companies Act, 2013 where applicable and the details of such transactions have been disclosed in the Financial Statements as required by the applicable accounting standards. Section 177 of Companies Act, 2013 is not applicable to the company.
- xiv) According to the information and explanation given to us and based on our examination of the records of the Company, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- xv) According to the information and explanation given to us and based on our examination of the records of the Company, the company has not entered into any non-cash transactions with directors or persons connected with him.
- xvi) The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For SURI & CO.  
Chartered Accountants  
**Firm Regn.No.004283S**

G. RENGARAJAN  
Partner  
Membership No. 219922  
UDIN: 21219922AAAAPB6347

Place : Chennai  
Date : 09.09.2021

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## THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

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### ANNEXURE B TO THE REPORT OF THE AUDITORS TO THE MEMBERS OF THE RAJAGIRI RUBBER & PRODUCE COMPANY LIMITED, ALAPPUZHA

#### Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”)

We have audited the internal financial controls over financial reporting of THE RAJAGIRI RUBBER & PRODUCE COMPANY LIMITED (‘the Company’) as of 31-March-2021 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”) and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor’s judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company’s internal financial controls system over financial reporting.

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

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

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## THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

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

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

### **Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31-Mar-2021 based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For SURI & CO.  
Chartered Accountants  
**Firm Regn.No.004283S**

G. RENGARAJAN  
Partner  
Membership No. 219922  
UDIN: 21219922AAAAPB6347

Place : Chennai  
Date : 09.09.2021

# THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

CIN: U25191KL1937PLC000979

## BALANCE SHEET AS AT 31ST MARCH 2021

Amount in ₹

	NOTES	As at 31-03-2021	As at 31-03-2020
<b>I. EQUITY AND LIABILITIES:</b>			
<b>(1) Shareholders' Funds:</b>			
(a) Share Capital	2	48,85,000	48,85,000
(b) Reserves and Surplus	3	18,40,96,677	26,00,22,851
		<u>18,89,81,677</u>	<u>26,49,07,851</u>
<b>(2) Non-Current Liabilities:</b>			
(a) Long Term borrowings	4	1,58,55,617	30,61,363
(b) Other Long-Term Liabilities	5	2,908	2,908
(c) Long-Term Provisions	6	13,15,718	11,00,646
		<u>1,71,74,243</u>	<u>41,64,917</u>
<b>(3) Current Liabilities:</b>			
(a) Short-Term borrowings	7	15,58,65,560	10,97,53,720
(b) Trade Payables			
Total outstanding dues of Micro Enterprises and Small Enterprises (Note No. 27 (5) and Total outstanding dues of Creditors other than micro enterprises and small enterprises		4,15,454	60,146
(c) Other Current Liabilities	8	3,09,09,295	3,43,72,722
(d) Short-Term Provisions	9	1,23,45,318	1,55,80,143
		<u>87,46,514</u>	<u>92,19,996</u>
		<u>20,82,82,141</u>	<u>16,89,86,727</u>
TOTAL		<u>41,44,38,061</u>	<u>43,80,59,495</u>
<b>II. ASSETS:</b>			
<b>(1) Non-Current assets:</b>			
(a) Property, Plant and Equipment			
(i) Tangible Assets	10	11,73,72,189	13,65,04,499
(ii) Capital Work-in-progress			
a) Bearer Plants		1,68,98,671	1,39,66,240
b) Others		Nil	Nil
(b) Non-current Investements	11	15,94,80,691	17,38,72,316
(c) Other non-current assets	12	11,94,015	23,17,615
		<u>29,49,45,566</u>	<u>32,66,60,670</u>
<b>(2) Current assets:</b>			
(a) Current Investments	13	2,00,00,000	2,00,00,000
(b) Inventories	14	2,45,14,677	1,72,41,483
(c) Trade Receivables	15	90,22,636	83,22,638
(d) Cash and Cash equivalents	16	1,31,80,385	1,29,71,303
(e) Short-term loans and advances	17	5,24,85,278	5,15,70,317
(f) Others-Accrued Income		2,89,519	12,93,084
		<u>11,94,92,495</u>	<u>11,13,98,825</u>
Significant Accounting Policies	1		
TOTAL		<u>41,44,38,061</u>	<u>43,80,59,495</u>

Notes 1 to 17, Note 27 and Cash Flow Statement form part of this Balance Sheet

Vide our report of date attached

For SURI & CO.

*Chartered Accountants*

*Firm Regn.No.004283S*

G. RENGARAJAN

*Partner*

*Membership No. 219922*

For and on behalf of the Board

DILIP THOMAS

*Chairman*

DIN: 00052185

PRIYALATHA THOMAS

*Managing Director*

DIN: 00052237

Place : Chennai

Date : 09.09.2021

**THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA**  
CIN: U25191KL1937PLC000979

**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH 2021**

	Notes	For the year ended 31-03-2021	Amount in ₹ For the year ended 31-03-2020
<b>REVENUE:</b>			
<b>I. Revenue from Operations:</b>	18	20,59,39,538	21,23,46,061
<b>II. Other Income:</b>	19	<u>2,30,57,166</u>	<u>3,06,20,028</u>
<b>III. Total Revenue</b>	<b>TOTAL</b>	<u>22,89,96,704</u>	<u>24,29,66,089</u>
<b>EXPENSES:</b>			
Cost of Materials Consumed	20	2,33,97,040	2,62,68,608
Other Manufacturing Expenses	21	3,95,17,653	4,37,66,686
Purchase of Stock-in-Trade		1,30,244	80,583
(Increase)/Decrease in Inventory	22	(-) (29,03,000)	(5,47,000)
Employee benefit expenses	23	16,75,35,374	17,97,14,071
Finance Costs	24	1,64,55,329	1,15,29,723
Livestock Expenditure	25	3,65,82,774	3,21,90,876
Depreciation and amortization expense		65,33,122	70,68,071
Other expenses	26	<u>2,01,35,872</u>	<u>2,69,09,876</u>
<b>IV. Total Expenses</b>	<b>TOTAL</b>	<u>30,73,84,408</u>	<u>32,69,81,494</u>
<b>V. Profit/(Loss) before exceptional and extraordinary items(III-IV)</b>		(-) (7,83,87,704)	(8,40,15,405)
<b>VI. Exceptional/Extraordinary items</b>		Nil	Nil
<b>VII. Profit/(Loss) after Exceptional/Extraordinary items</b>		<u>(7,83,87,704)</u>	<u>(8,40,15,405)</u>
<b>VIII. Profit/(Loss) before Tax (PBT)</b>		<u>(7,83,87,704)</u>	<u>(8,40,15,405)</u>
<b>IX. Tax Expenses:</b>			
- Current Tax			
<b>X. Profit/(Loss) for the period (VIII-IX)</b>		<u>(7,83,87,704)</u>	<u>(8,40,15,405)</u>
 Earnings per Share (Basic & Diluted)	 27 (4)	 (160.47)	 (171.99)

Notes 18 to 27 and Cash Flow Statement form part of this Statement of Profit and Loss.

Vide our report of date attached  
For SURI & CO.

*Chartered Accountants*  
Firm Regn.No.004283S

G. RENGARAJAN

Partner

Membership No. 219922

Place : Chennai  
Date : 09.09.2021

For and on behalf of the Board

DILIP THOMAS  
Chairman  
DIN: 00052185

PRIYALATHA THOMAS  
Managing Director  
DIN: 00052237

**THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA**  
CIN: U25191KL1937PLC000979

**CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03.2021**

	(in ₹)	(in ₹)	Previous Year (in ₹)
<b>A. CASH FLOW FROM OPERATING ACTIVITIES :</b>			
NET PROFIT BEFORE TAX AND EXTRAORDINARY ITEMS		(7,83,87,704)	(8,40,15,405)
ADJUSTMENTS FOR :			
Depreciation	65,33,122		70,68,071
Rubber Rehabilitation Allowance	6,83,441		7,36,098
Profit on Sale of Investments/Assets	(7,27,823)		(5,93,709)
Provision for Gratuity/Leave Encashment	(2,58,410)		8,22,329
Livestock written off, Profit/Loss on sale of livestock	2,10,23,350		1,14,47,500
Interest/Dividend Received	(94,69,691)		(41,35,771)
Interest Paid	1,64,55,329		1,11,15,731
Provision for Diminution in value of investments	Nil		5,08,440
		<u>3,42,39,318</u>	
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES		(4,41,48,386)	(5,70,46,716)
ADJUSTMENTS FOR :			
Trade and other Receivables	(6,99,998)		(10,70,118)
Inventories	(72,73,194)		25,01,554
Trade Payables	(64,58,362)		1,19,64,612
Other Current Assets	24,36,600		4,74,34,756
		<u>(1,19,94,954)</u>	
CASH GENERATED FROM OPERATIONS		(5,61,43,340)	37,84,088
Taxes Paid		(15,78,017)	(12,04,575)
CASH FLOW BEFORE EXTRAORDINARY ITEMS		(5,77,21,357)	25,79,513
Extraordinary Items		Nil	Nil
NET CASH FROM OPERATING ACTIVITIES		<u>(5,77,21,357)</u>	<u>25,79,513</u>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>			
Purchase of Fixed Assets		(1,07,06,109)	(1,82,67,381)
Purchase of Investments		Nil	(61,14,989)
Sale of Fixed Assets		24,68,964	9,31,133
Sale/redemption of Investments		1,20,00,000	1,99,46,074
Sale of Trees		81,47,600	85,96,140
Expenditure on Replanting		(63,69,511)	(65,37,588)
Interest Received		10,80,972	58,39,486
Dividend Received		83,88,719	20,09,900
NET CASH FROM INVESTING ACTIVITIES		<u>1,50,10,635</u>	<u>64,02,775</u>

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**THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA**  
CIN: U25191KL1937PLC000979

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**CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03.2021 (Contd.)**

	(in ₹)	Previous Year (in ₹)
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Public Deposits/Loan from Directors	25,00,000	6,05,00,000
Term Loan	1,27,94,254	(4,92,442)
Cash Credit	4,36,11,840	(5,93,68,070)
Interest Paid	(1,63,39,911)	(1,11,17,918)
<b>NET CASH USED IN FINANCING ACTIVITIES</b>	<b>4,25,66,183</b>	<b>(1,04,78,430)</b>
	(1,44,539)	(14,96,142)
<b>NET DECREASE/INCREASE IN CASH AND CASH EQUIVALENTS</b>		
<b>CASH AND CASH EQUIVALENTS AS AT 01.4.2020</b> (Beginning Of The Year)	14,53,367	
<b>CASH AND CASH EQUIVALENTS AS AT 31.3.2021</b> (Closing Of The Year)	13,08,828	
	(1,44,539)	(14,96,142)

Vide our report of date attached  
For SURI & CO.  
*Chartered Accountants*  
*Firm Regn.No.004283S*  
G. RENGARAJAN  
*Partner*  
Membership No. 219922

Place : Chennai  
Date : 09.09.2021

For and on behalf of the Board

DILIP THOMAS  
*Chairman*  
DIN: 00052185

PRIYALATHA THOMAS  
*Managing Director*  
DIN: 00052237



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# THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

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## NOTES ON ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2021

### NOTE : 1

#### A. SIGNIFICANT ACCOUNTING POLICIES

##### BACKGROUND:

The Company is a Public Limited Company incorporated and domiciled in India during the year 1937, having its Registered office at W-21/674, Beach Road, Alappuzha, Kerala India. The Company is engaged in Plantation activity and the crop dealt with by the Company is Tea, Cardamom and Rubber. The main business being Cultivation, Manufacturing and sales of Tea, Cardamom and Rubber.

#### 1 ACCOUNTING CONVENTION :

The financial statements have been prepared on a going concern basis under the historical cost convention on accrual basis of accounting in accordance with the generally accepted accounting principles, accounting standards notified under section 133 of the Companies Act 2013 read with Rule 7 of Companies (Accounts) Rules, 2014.

#### 2 CURRENT AND NON CURRENT CLASSIFICATION:

All Assets and Liabilities have been classified as Current and Non Current as per the Company's normal operating cycle (12 months) and other criteria set out in Schedule III to the Act.

#### 3 PROPERTY PLANT AND EQUIPMENT:

a) Property, Plant and equipment are stated at cost less accumulated depreciation and accumulated impairment loss based on cost model.

The cost of an item of property, plant and equipment is recognised as an asset when:

- i. it is probable that future economic benefits associated with the item will flow to the enterprise; and
- ii. The cost of the item can be measured reliably

Cost includes, taxes and duties (but does not include taxes and duties for which GST credit is available), freight and other direct or allocated expenses during construction period, net of any income earned. Assets acquired on Hire Purchase are capitalised at principal value.

b) Direct expenditure on replanting of Tea/Rubber attributable to bringing the bearer plant to the condition necessary for it to be capable of operating in the manner intended by management less subsidy on replanting of tea are capitalised as bearer plants.

c) Depreciation on property, plant and equipment has been charged as per the useful life specified in Schedule II of the companies act 2013, except assets costing individually less than Rs.5000/- which are depreciated at 100%. The residual value is considered at 5% of the original cost of property, plant and equipment. Depreciation for assets purchased/sold during the period is proportionately charged.

d) Intangible assets are amortized over their respective individual estimated useful lives on a straight line basis, commencing from the date the asset is available to the company for its use. Depreciation and Amortization methods, useful lives and residual value are reviewed periodically, including at each financial year end.

#### 4 IMPAIRMENT OF ASSETS

The Company reviews the carrying amounts of its assets for any possible impairment at each balance sheet date. An impairment Loss is recognized when the carrying amount of an asset exceeds its recoverable amount and the impairment loss, if any, is recognised in the Statement of Profit & Loss.

#### 5 BORROWING COSTS

Borrowing costs that are directly attributable to the acquisition/construction of the qualifying asset are capitalised as a part of the cost of such asset, upto the date of acquisition/completion of construction.

Other borrowing costs are recognised as expense as and when incurred.

#### 6 INVESTMENTS :

Long term Investments are stated at cost. Decline in value of long term investments, other than temporary, is provided for. Current Investments are stated at lower of cost and fair value. Investment in Immovable properties is stated at cost less depreciation.

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## THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

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### NOTES ON ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2021

#### 7 INVENTORIES :

Inventories are valued at lower of cost on weighted average and net realisable value, after providing for obsolescence wherever considered necessary. Cost includes taxes and duties (other than duties and taxes for which GST credit is available), freight and other direct expenses.

#### 8 REVENUE RECOGNITION :

Revenue is recognised on their accrual and when no significant uncertainty on measurability or collectability exists. Expenditure is accounted for on their accrual.

##### **Sale of Goods:**

Revenue is recognised when all the significant risks and rewards of ownership of the goods have been passed on to the buyer, usually on delivery of goods. The Company collects Goods and Services tax (GST) on behalf of the government and, therefore, these are not economic benefits flowing to the company. Hence, they are excluded from revenue.

##### **Interest:**

Interest income is recognised on a time proportion basis taking into account the amount outstanding and the applicable interest rate. Interest income is included under the head "other income" in the statement of profit and loss.

##### **Dividends:**

Dividend income is recognized when the company's right to receive dividend is established by the reporting date.

#### 9 EMPLOYEE BENEFITS :

Gratuity liability, which is a defined benefit scheme and provision for leave encashment is accrued and provided for on the basis of independent actuarial valuation based on projected unit credit method made at the end of each financial year. Actuarial gains and losses are recognised in the Statement of Profit and Loss and are not deferred.

Retirement benefits in the form of Provident Fund, Family Pension Fund and Superannuation Schemes, which are defined contribution schemes, are charged to the Statement of Profit and Loss of the year when the contribution to the respective funds accrue.

#### 10 FOREIGN CURRENCY TRANSACTIONS :

Foreign currency transactions are recorded at the rates of exchange in force at the time the transactions are effected. Monetary items denominated in foreign currency and outstanding at the Balance sheet date are converted at the year end exchange rate and the resultant gain or loss is dealt with in the Statement of Profit & Loss. In the case of forward contracts, the difference between the forward rate and exchange rate on the date of transaction is dealt with in the Statement of Profit & Loss on completion of the transaction.

#### 11 GOVERNMENT GRANTS

Subsidies from government in respect of fixed assets are deducted from the cost of respective assets as and when they accrue.

Subsidies related to revenue are recognised in the Statement of Profit and loss to match them with the related costs which they are intended to compensate.

#### 12 TAXES ON INCOME:

Provision for Income-Tax is made for both current and deferred tax. Provision for current income tax is made on the assessable income at the tax rate applicable to the relevant assessment year. Deferred tax is accounted for by computing the tax effect of the timing difference which arise during the year and reverse out in the subsequent periods. Deferred tax is calculated at the tax rates substantively enacted by the Balance Sheet date. Deferred tax assets are recognized only if there is a virtual certainty that they will be realised.

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## THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

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### NOTES ON ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2021

#### 13 EXPENDITURE ON NEW PLANTING AND REPLANTING :

Direct expenditure on New Planting of different crops (other than minor produce) including upkeep and maintenance expenditure on immature plants are capitalised under "Development".

Direct Expenditure on Replanting of Tea and Cardamom including upkeep and maintenance expenditure on immature plants is charged to Statement of Profit and Loss account with credit to Subsidy on replanting of Tea and Cardamom as Revenue. In case of Rubber the said expenditure is debited to Reserve Account with sale proceeds of old and uneconomical rubber trees uprooted for replanting and Subsidy on replanting credited to Reserve Account.

Provision for Rehabilitation of Rubber Trees, based on annual production of Rubber, after taking into consideration the credits as to sale proceeds of trees and Subsidy on replanting, is charged to Statement of Profit and Loss by crediting to Reserve Account.

#### 14 EARNINGS PER SHARE

Basic earning per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders after deducting Preference Dividend and attributable taxes by weighted average number of equity share holders outstanding during the period. The weighted average number of equity shares outstanding during the period is adjusted for events such as bonus issue, bonus element in a right issue, share split, and reverse share split (Consolidation of Shares) that have changed the number of Equity Shares outstanding without a corresponding change in resources.

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

#### 15 PROVISIONS AND CONTINGENT LIABILITY

Provision is recognised when the Company has a present obligation as a result of past event, is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

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

Contingent Assets are neither recognised nor disclosed.

#### 16 DIVIDEND:

Final Dividends on shares are recorded as a liability on the date of approval by the shareholders and interim dividends are recorded as a liability on the date of declaration by the Company's Board of Directors

#### 17 CASH FLOW STATEMENT:

Cash Flow Statement is prepared segregating the cash flows from operating, investing and financing activities. Cash flow from operating activities is reported using indirect method. Under the indirect method, the net profit is adjusted for the effects of:

- (i) Transactions of a non-cash nature
- (ii) Any deferrals of accruals of past or future operating cash receipts or payments and
- (iii) Items of Income or expense associated with investing or financing cashflows.

Cash and Cash equivalents (including bank balances) are reflected as such in Cash Flow Statement.

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## THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

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### NOTES FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2021

	As at 31-03-2021	Amount in ₹ As at 31-03-2020
<b>NOTE: 2</b>		
<b>SHARE CAPITAL:</b>		
<b>AUTHORISED :</b>		
10,00,000-Equity Shares of Rs.10/- each	1,00,00,000	1,00,00,000
2,50,000-6 % Cumulative Preference Shares of Rs.10/- each	25,00,000	25,00,000
	1,25,00,000	1,25,00,000
<b>ISSUED:</b>		
5,06,000-Equity Shares of Rs.10/- each,	50,60,000	50,60,000
<b>SUBSCRIBED AND PAID-UP:</b>		
4,88,500 Equity Shares of Rs.10/- each	48,85,000	48,85,000
<b>RECONCILIATION OF SHARES:</b>		
Number of Equity Shares at the beginning of the year	4,88,500	4,88,500
Add/(Less) Shares issued/buyback etc.	Nil	Nil
Number of Equity Shares at the end of the reporting period	4,88,500	4,88,500
<b>DETAILS OF SHAREHOLDERS HOLDING MORE THAN 5% OF SHARES:</b>		

	31.3.2021		31.3.2020	
	No.of shares held	% of holding	No.of shares	% of holding
1. Equity:				
Mr. Dilip Thomas	1,82,363	37.33	1,82,363	37.33
Dalp Trading and Manufacturing Limited	1,04,123	21.31	1,04,123	21.31
LIC of India	49,543	10.14	49,543	10.14
IEPF Authority	27,318	5.59	24,547	5.02

No bonus shares/buyback of shares in last 5 years.

The company has only one class of shares which is Equity shares. Each holder of Equity shares is entitled for one vote in proportion to the number of shares held.

Shares reserved under option and contract/ commitments for sale of shares/ disinvestment

NIL

NIL

The aggregate value of calls unpaid (including directors and Officers of the Company)

NIL

NIL

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**THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA**

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**NOTES FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2021**

	As at 31-03-2021	Amount in ₹ As at 31-03-2020
<b>NOTE: 3</b>		
<b>RESERVES AND SURPLUS:</b>		
<b>CAPITAL REDEMPTION RESERVE:</b>		
As per last Balance Sheet	22,60,000	22,60,000
<b>SHARE PREMIUM ACCOUNT:</b>		
As per last Balance Sheet	7,83,672	7,83,672
<b>GENERAL RESERVE:</b>		
As per last Balance Sheet	42,83,57,446	
Add: Sale proceeds of Rubber Trees	81,47,600	
Rubber Rehabilitation Allowance	6,83,441	
	43,71,88,487	
Less: Expenditure on Replanting Rubber	63,69,511	
	43,08,18,976	
	43,08,18,976	42,83,57,446
<b>SURPLUS/(DEFICIT)</b>		
Profit/(Loss) for the period	(7,83,87,704)	(8,40,15,405)
Add: Surplus/(Loss) brought forward	(17,13,78,267)	(8,73,62,862)
	(24,97,65,971)	(17,13,78,267)
Surplus/(Deficit)	(24,97,65,971)	(17,13,78,267)
Total	18,40,96,677	26,00,22,851

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**THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA**

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**NOTES FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2021**

	As at 31-03-2021	Amount in ₹ As at 31-03-2020
<b>NOTE: 4</b>		
<b>LONG TERM BORROWINGS:</b>		
<b>SECURED:</b>		
<b>a) TERM LOANS FROM BANKS:</b>		
Working Capital Term Loan (WCTL) under Guaranteed Emergency Credit Line (GECL)		
Secured against all movable/immovable assets, created out of the WPCL		
and against stock-in-trade and standing crops of Rubber Estates		
100 % guarantee cover from National credit Guarantee Trustee Company Ltd		
(NGCTGL)		
Repayable in 36 monthly instalments starting from December 2021		
and last instalment falling due on November 2024 (interest rate 9.25% pa)		
	1,33,33,332	Nil
<b>b) VEHICLE LOANS:</b>		
Against hypothecation of Vehicles:		
Repayable in 84 monthly instalments starting from October 2017		
(last instalment September 2024) - Rate of interest 9.90% per annum		
	2,63,642	3,51,961
Repayable in 84 monthly instalments starting from April 2019		
(last instalment March 2026) - Rate of interest 8.85% per annum		
	22,58,643	27,09,402
	1,58,55,617	30,61,363
No loans have been guaranteed by Directors or others		
except GECL loan for which 100% guarantee given by NCGTCL		
Period and amount of continuous default as on 31.03.2021		
	Nil	
<b>NOTE: 5</b>		
<b>OTHER LONG-TERM LIABILITIES</b>		
Trade payable	Nil	Nil
Others	2,908	2,908
	2,908	2,908
<b>NOTE:6</b>		
<b>LONG TERM PROVISIONS</b>		
Provision for Employees Benefits - Leave Encashment	13,15,718	11,00,646
	13,15,718	11,00,646

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**THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA**

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**NOTES FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2021**

	As at 31-03-2021	Amount in ₹ As at 31-03-2020
<b>NOTE: 7</b>		
<b>SHORT TERM BORROWINGS:</b>		
<b>From Banks - Secured:</b>		
<b>Cash Credit</b>		
The Company's borrowing facilities comprising cash credit of Rs.1200 lakhs (PY Rs.1000 lakhs) secured against hypothecation of Stock-in-Trade, Standing Crops, Plant and Machinery and also equitable mortgage of the Estates together with Buildings thereon	7,58,65,560	3,22,53,720
No loans have been guaranteed by Directors or others		
Period and amount of default as on 31.03.2021	Nil	
<b>ADVANCE FROM RELATED PARTIES - Unsecured:</b>		
Loans from Directors (Rate of Interest 9% pa, (Previous year 10% PA)	8,00,00,000	7,75,00,000
	15,58,65,560	10,97,53,720
<b>NOTE: 8</b>		
<b>OTHER CURRENT LIABILITES:</b>		
Unpaid/unclaimed dividends	3,64,980	5,30,250
Interest accrued but not due on borrowings	1,31,421	16,003
Interest accrued and due on borrowings	27,17,000	74,30,000
Security Deposits	40,00,000	41,89,092
Term Loan - Current maturities of long term debts (Refer Note 4)	22,05,654	4,94,944
Other Payables - Statutory Liabilities	29,26,263	29,19,854
	1,23,45,318	1,55,80,143
<b>NOTE: 9</b>		
<b>SHORT TERM PROVISIONS:</b>		
Provision for Employee Benefits:		
- Leave Encashment	20,67,610	18,55,042
- Gratuity	32,98,775	39,84,825
Provision for Income tax	33,80,129	33,80,129
	87,46,514	92,19,996

## THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

### NOTES FORMING PART OF BALANCE SHEET AS AT 31ST MARCH 2021

**NOTE : 10**

**TANGIBLE ASSETS : \***

Amount in ₹

Description	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	As at 01.04.2020	Additions	Deductions	As at 31.03.2021	Upto 31.03.2020	For the Year	Withdrawn	Upto 31.03.2021	As at 31.03.2021	As at 31.03.2020
<b>LAND AND DEVELOPMENT</b>										
<b>- FREEHOLD</b>	(**) <b>1,23,26,110</b>	<b>Nil</b>	<b>Nil</b>	<b>1,23,26,110</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>	<b>1,23,26,110</b>	<b>1,23,26,110</b>
	<i>1,23,26,110</i>	<i>Nil</i>	<i>Nil</i>	<i>1,23,26,110</i>	<i>Nil</i>	<i>Nil</i>	<i>Nil</i>	<i>Nil</i>	<i>1,23,26,110</i>	<i>1,23,26,110</i>
<b>BUILDINGS</b>	(**) <b>4,62,98,399</b>	<b>Nil</b>	<b>Nil</b>	<b>4,62,98,399</b>	<b>3,35,11,301</b>	<b>12,55,309</b>	<b>Nil</b>	<b>3,47,66,610</b>	<b>1,15,31,789</b>	<b>1,27,87,098</b>
	<i>4,10,70,543</i>	<i>52,27,856</i>	<i>Nil</i>	<i>4,62,98,399</i>	<i>3,21,13,371</i>	<i>13,97,930</i>	<i>Nil</i>	<i>3,35,11,301</i>	<i>1,27,87,098</i>	<i>89,57,172</i>
<b>PLANT AND MACHINERY</b>	<b>7,42,75,743</b>	<b>73,678</b>	<b>13,52,865</b>	<b>7,29,96,556</b>	<b>6,50,98,069</b>	<b>15,23,553</b>	<b>9,30,830</b>	<b>6,56,90,792</b>	<b>73,05,764</b>	<b>91,77,674</b>
	<i>6,97,53,401</i>	<i>45,22,342</i>	<i>Nil</i>	<i>7,42,75,743</i>	<i>6,39,61,941</i>	<i>11,36,128</i>	<i>Nil</i>	<i>6,50,98,069</i>	<i>91,77,674</i>	<i>57,91,460</i>
<b>FURNITURE AND FITTINGS</b>	<b>31,49,927</b>	<b>Nil</b>	<b>Nil</b>	<b>31,49,927</b>	<b>29,62,448</b>	<b>39,380</b>	<b>Nil</b>	<b>30,01,828</b>	<b>1,48,099</b>	<b>1,87,479</b>
	<i>30,11,618</i>	<i>1,38,309</i>	<i>Nil</i>	<i>31,49,927</i>	<i>29,03,362</i>	<i>59,086</i>	<i>Nil</i>	<i>29,62,448</i>	<i>1,87,479</i>	<i>1,08,256</i>
<b>VEHICLES</b>	<b>1,91,55,704</b>	<b>Nil</b>	<b>25,38,650</b>	<b>1,66,17,054</b>	<b>1,46,18,864</b>	<b>13,23,255</b>	<b>24,15,944</b>	<b>1,35,26,175</b>	<b>30,90,879</b>	<b>45,36,840</b>
	<i>2,08,29,566</i>	<i>11,68,086</i>	<i>28,41,948</i>	<i>1,91,55,704</i>	<i>1,52,85,961</i>	<i>19,57,427</i>	<i>26,24,524</i>	<i>1,46,18,864</i>	<i>45,36,840</i>	<i>55,43,605</i>
<b>LIVESTOCK</b>	<b>9,74,89,298</b>	<b>77,00,000</b>	<b>2,22,19,750</b>	<b>8,29,69,548</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>	<b>8,29,69,548</b>	<b>9,74,89,298</b>
	<i>9,73,71,084</i>	<i>1,16,85,714</i>	<i>1,15,67,500</i>	<i>9,74,89,298</i>	<i>Nil</i>	<i>Nil</i>	<i>Nil</i>	<i>Nil</i>	<i>9,74,89,298</i>	<i>9,73,71,084</i>
<b>TOTAL</b>	<b>25,26,95,181</b>	<b>77,73,678</b>	<b>2,61,11,265</b>	<b>23,43,57,594</b>	<b>11,61,90,682</b>	<b>41,41,497</b>	<b>33,46,774</b>	<b>11,69,85,405</b>	<b>11,73,72,189</b>	<b>13,65,04,499</b>
<i>Previous Year</i>	<i>24,43,62,322</i>	<i>2,27,42,307</i>	<i>1,44,09,448</i>	<i>25,26,95,181</i>	<i>11,42,64,635</i>	<i>45,50,571</i>	<i>26,24,524</i>	<i>11,61,90,682</i>	<i>13,65,04,499</i>	<i>13,00,97,687</i>

NOTES: \* The Company does not have any leased assets.

(\*\*) Includes Rs.1,38,012/- and Rs.12,45,007/- respectively representing cost of land and building as opening balance in joint ownership with other Companies, the book value of which amounted to Rs. 1,38,012/- and Rs. 62,250/- respectively as on 31.03.2021.

Previous year's figures have been shown in *Italics*



# THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

## NOTES FORMING PART OF BALANCE SHEET AS AT 31ST MARCH 2021

### NOTE : 11

#### NON-CURRENT INVESTMENTS : (AT COST)

Description	As at 01-04-2020		Additions		Deductions		As at 31-03-2021	
	No. of Shares/Bonds	Amount (In ₹)	No. of Shares/Bonds	Amount (In ₹)	No. of Shares/Bonds	Amount (In ₹)	No. of Shares/Bonds	Amount (In ₹)
<b>I. SHARES IN COMPANIES:</b>								
a) PREFERENCE SHARES (Unquoted)								
7% Cumulative preference Shares of								
The Highland Produce Co. Ltd.	1200000	1,20,00,000			12,00,000	1,20,00,000	Nil	Nil
(Redemption within 20 years) *								
AVR EdGE Networks Private Limited #	42370	1,00,00,000					42370	1,00,00,000
Less : Diminution in value		<u>(5,08,440)</u>						<u>(5,08,440)</u>
		<u>2,14,91,560</u>		<u>0</u>		<u>1,20,00,000</u>		<u>94,91,560</u>
b) EQUITY SHARES								
(i) QUOTED: (i)								
Bayer Crop Science Limited	100	1,470					100	1,470
Periakaramalai Tea & Produce Company Ltd	63	1,600					63	1,600
Tata Consumer Products Limited	1680	750					1680	750
(Face value Rs.1/- per share)								
(formerly Tata Global Beverages Limited)								
		<u>3,820</u>						<u>3,820</u>
(ii) UNQUOTED:								
L J International Ltd.	588	84,416					588	84,416
A V Thomas & Company Ltd.	2000	1,500					2000	1,500
A.V.Thomas Investments Co. Ltd.	21000	2,10,000					21000	2,10,000
Tea Serve (Face Value ₹ 5000 per share)	1	5,000					1	5,000
Dalp Trading and Manufacturing Limited	5000	50,000					5000	50,000
Rajagiri Impex Limited *	150000	15,00,000					150000	15,00,000
The Highland Produce Company Ltd. *	12208	27,36,265					12208	27,36,265
A V T International Limited *	100	20,000					100	20,000
AVR EdGE Networks Private Limited #	119340	2,50,00,000					119340	2,50,00,000
		<u>2,96,07,181</u>		<u>0</u>		<u>0</u>		<u>2,96,07,181</u>

\* Associate Company # Pvt Limited Company

## THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

### NOTES FORMING PART OF BALANCE SHEET AS AT 31ST MARCH 2021

**NOTE : 11**

**NON-CURRENT INVESTMENTS : (AT COST)**

Description	As at 01-04-2020		Additions		Deductions		As at 31-03-2021	
	No. of Shares/Bonds	Amount (In ₹)	No. of Shares/Bonds	Amount (In ₹)	No. of Shares/Bonds	Amount (In ₹)	No. of Shares/Bonds	Amount (In ₹)
<b>II. SHARES OF CO-OPERATIVE SOCIETIES :</b>								
The Shaliacary Estate Employees								
Co-operative Society Ltd. (Unquoted)	1	10					1	10
<b>III. INVESTMENT PROPERTIES:</b>								
Purchase of Land for constructing Flat		4,30,10,131						4,30,10,131
Cost of constructing Flat (including fittings and fixtures)		2,43,62,920						2,43,62,920
Purchase of Land		3,19,27,120						3,19,27,120
Value of Land and Building (including fittings and fixtures)		4,54,87,935						4,54,87,935
Less: Depreciation		2,20,18,361						2,44,09,986
		<u>12,27,69,745</u>						<u>12,03,78,120</u>
<b>Total</b>		<u>17,38,72,316</u>		<u>0</u>		<u>1,20,000</u>		<u>15,94,80,691</u>

	<b>31.03.2021</b>	<b>31.03.2020</b>
Aggregate amount of Quoted Investments (Market Value Rs.16,22,079/- and previous year Rs.8,45,259/-)	3,820	3,820
Aggregate amount of Unquoted Investments	3,90,98,751	5,10,98,751
Aggregate amount of Immovable properties	14,47,88,106	14,47,88,106
	<u>18,38,90,677</u>	<u>19,58,90,677</u>
Less: Aggregate Depreciation on Immovable property	2,44,09,986	2,20,18,361
	<u>15,94,80,691</u>	<u>17,38,72,316</u>

(i) Face value of Equity Shares is Rs.10/- each fully paid up, except for those shares where face value has been separately mentioned

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**THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA**

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**NOTES FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2021**

	As at 31-03-2021	Amount in ₹ As at 31-03-2020
<b>NOTE: 12</b>		
<b>OTHER NON CURRENT ASSETS</b>		
Deposits	11,94,015	11,94,015
Prepaid Expenses	Nil	11,23,600
	<u>11,94,015</u>	<u>23,17,615</u>

**THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA**

**NOTES FORMING PART OF BALANCE SHEET AS AT 31ST MARCH 2021**

**NOTE : 13**

**CURRENT INVESTMENTS (LOWER OF COST AND FAIR VALUE)**

Description	As at 01-04-2020		Additions		Deductions		As at 31-03-2021	
	No. of Shares/Units	Amount ₹	No. of Shares/Units	Amount ₹	No. of Shares/Units	Amount ₹	No. of Shares/Units	Amount ₹
<b>INVESTMENTS IN MUTUAL FUNDS</b>								
Ask Real Estate Special opportunities fund II	200	2,00,00,000					200	2,00,00,000
		<u>2,00,00,000</u>						<u>2,00,00,000</u>
		2,00,00,000						2,00,00,000

	<b>31.03.2021</b>	<b>31.03.2020</b>
Aggregate amount of Quoted Investments	2,00,00,000	2,00,00,000
(NAV of Mutual Funds Rs.2,00,00,000/-, Previous year Rs.2,00,00,000/-)	<u>2,00,00,000</u>	<u>2,00,00,000</u>

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**THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA**

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**NOTES FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2021**

	As at 31-03-2021	Amount in ₹ As at 31-03-2020
<b>NOTE: 14</b>		
<b>INVENTORIES:</b>		
(Valued at lower of cost and net realisable value)		
Finished goods	1,28,95,000	99,92,000
Stores and Spares	91,40,102	56,65,008
Nurseries	24,79,575	15,84,475
	2,45,14,677	1,72,41,483
 <b>NOTE: 15</b>		
<b>TRADE RECEIVABLES:</b>		
Outstanding for more than six months from the date they become due for payment		
Doubtful	Nil	12,95,951
Less: Allowance for bad and doubtful advances	Nil	12,95,951
Total	Nil	Nil
Others		
Unsecured, Considered good	90,22,636	83,22,638
Total	90,22,636	83,22,638
 <b>NOTE: 16</b>		
<b>CASH AND CASH EQUIVALENTS:</b>		
Cash and Stamps on hand	1,14,086	1,35,220
<b>Balances with Scheduled Banks</b>		
in Current account	11,94,742	13,18,147
	13,08,828	14,53,367
in Unpaid Dividend Bank Account	3,64,980	5,30,250
in Unpaid Preference Capital Refund Bank Account	Nil	Nil
in Margin Money deposits accounts	1,15,06,577	1,09,87,686
	1,18,71,557	1,15,17,936
	1,31,80,385	1,29,71,303
Bank deposits with more than 12 months	Nil	Nil

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**THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA**

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**NOTES FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2021**

	As at 31-03-2021	Amount in ₹ As at 31-03-2020
<b>NOTE: 17</b>		
<b>SHORT TERM LOANS AND ADVANCES:</b>		
<b>Unsecured, Considered good</b>		
Advances recoverable in cash or in kind or for value to be received.	1,24,28,196	1,32,56,163
Input tax credits receivable	26,23,196	24,58,285
Advances on account of Capital Works		
Deposits with NABARD	3,05,94,734	3,05,94,734
Tax payments pending adjustments	66,39,152	50,61,135
MAT Credit entitlement	2,00,000	2,00,000
	<u>5,24,85,278</u>	<u>5,15,70,317</u>

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**THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA**

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**NOTES FORMING PART OF STATEMENT OF PROFIT & LOSS  
FOR THE YEAR ENDED 31ST MARCH 2021**

(Amount in ₹)

	For the year ended 31-03-2021	For the year ended 31-03-2020
<b>NOTE: 18</b>		
<b>SALE OF PRODUCTS:</b>		
Rubber	12,89,71,210	13,22,13,426
Tea	4,67,00,479	5,07,23,892
Cardamom	1,45,47,837	1,46,77,692
Minor Produce	18,90,714	27,50,330
Tea waste sale	84,000	4,65,000
Green Leaf sale	4,31,846	Nil
<b>SALE OF SERVICES:</b>		
Processing Income	1,33,13,452	1,15,15,721
	<u>20,59,39,538</u>	<u>21,23,46,061</u>
 <b>NOTE: 19</b>		
<b>OTHER INCOME:</b>		
Income from non-current Investments	83,88,719	19,62,047
Income from Current Investments	Nil	47,853
Interest Received		
From Banks	6,07,627	13,16,950
Others	4,73,345	8,08,921
Dividends from Current Investments		
Livestock Receipts - Stake money and others	16,69,124	1,42,70,800
Profit on Sale of Assets	7,27,823	5,93,709
Insurance claim received	12,500	21,39,227
Rent Received	68,18,581	68,14,595
Miscellaneous Receipts	25,74,112	21,80,288
Provision no longer required written back	17,85,335	4,85,638
	<u>2,30,57,166</u>	<u>3,06,20,028</u>
 <b>NOTE: 20</b>		
<b>COST OF MATERIAL CONSUMED:</b>		
Raw Material Consumed		
Latex Procured	1,24,88,017	92,02,448
Bought Leaf	1,09,09,023	1,70,66,160
	<u>2,33,97,040</u>	<u>2,62,68,608</u>
 <b>NOTE: 21</b>		
<b>OTHER MANUFACTURING EXPENSES:</b>		
Power and fuel consumed	87,12,977	1,32,67,424
Stores, spares, chemicals and packing materials consumed	2,15,08,506	2,19,70,835
Transport and Warehousing	30,38,644	34,12,180
Repairs - Plant and Machinery	18,65,605	19,40,381
Repairs - Buildings	43,91,921	31,75,866
	<u>3,95,17,653</u>	<u>4,37,66,686</u>

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**THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA**

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**NOTES FORMING PART OF STATEMENT OF PROFIT & LOSS  
FOR THE YEAR ENDED 31ST MARCH 2021**

	For the year ended 31-03-2021	(Amount in ₹) For the year ended 31-03-2020
<b>NOTE: 22</b>		
<b>CHANGE IN INVENTORIES/STOCK-IN-TRADE:</b>		
<b>OPENING STOCK :</b>		
Rubber	53,55,000	42,18,000
Tea	43,46,000	52,27,000
Cardamom	2,91,000	Nil
	99,92,000	94,45,000
<b>CLOSING STOCK :</b>		
Rubber	73,42,000	53,55,000
Tea	38,13,000	43,46,000
Cardamom	17,40,000	2,91,000
	1,28,95,000	99,92,000
	(29,03,000)	5,47,000
<b>NOTE: 23</b>		
<b>EMPLOYEE BENEFIT EXPENSES</b>		
Salaries and Wages	14,24,56,927	15,22,59,803
Contribution to Provident and other Funds	1,43,91,518	1,53,14,111
Provision for Gratuity [Refer Note No.27 (7)]	32,98,775	39,84,825
Provision for Leave Encashment [Refer Note No.27 (7)]	4,27,640	5,08,135
Welfare Expenses	69,60,514	76,47,197
	16,75,35,374	17,97,14,071
<b>NOTE: 24</b>		
<b>FINANCE COSTS:</b>		
Interest	1,60,77,729	1,11,15,731
Other finance cost	3,77,600	4,13,992
	1,64,55,329	1,15,29,723



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**THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA**

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**NOTES FORMING PART OF STATEMENT OF PROFIT & LOSS  
FOR THE YEAR ENDED 31ST MARCH 2021**

	(Amount in ₹)	
	For the year ended 31-03-2021	For the year ended 31-03-2020
<b>NOTE: 25</b>		
<b>LIVE STOCK EXPENDITURE:</b>		
Live Stock - Broodmares/Race Horses		
Maintenance and other expenses	1,55,59,424	2,07,43,376
Livestock written off	1,81,69,750	95,67,500
Loss on sale of horses	36,15,000	19,75,000
Less: Sale of horses	(7,61,400)	(95,000)
	3,65,82,774	3,21,90,876
 <b>NOTE: 26</b>		
<b>OTHER EXPENSES:</b>		
Rent and Amenities	3,98,403	3,80,730
Rates and Taxes	21,47,582	33,51,707
Brokerage and Commission	14,77,048	16,30,866
Repairs and Maintenance :-		
Buildings	8,78,537	11,41,420
Plant and Machinery	2,86,442	2,00,976
Vehicles	20,34,268	30,19,702
Others	1,27,851	3,54,041
Printing and Stationery	4,01,225	4,99,819
Postage and Telephones	5,25,355	5,44,139
Legal Expenses	6,48,614	8,29,831
Directors' Sitting Fees	80,000	1,10,000
Auditor's Remuneration:-		
For Audit	8,50,000	8,50,000
For Certification / Tax Audit	2,97,500	3,92,500
For Tax Representation	4,04,500	3,10,000
For Travelling and other Expenses	1,65,000	75,000
Insurance	17,31,473	16,04,292
Advertisement	59,920	1,55,171
Bank Charges	37,552	58,436
Travelling Expenses	5,64,220	28,90,472
Sundry debit balances not receivable written off	19,01,108	15,87,646
Rubber Rehabilitation Allowance	6,83,441	7,36,098
Professional Fees	4,56,150	12,81,352
Miscellaneous Expenses	39,79,683	43,97,238
Diminution in value of investments	Nil	5,08,440
	2,01,35,872	2,69,09,876

# THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

## NOTES ON ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2021

	Year ended 31st March 2021	%	Previous Year	
<b>NOTE: 27</b>				
<b>OTHER NOTES:</b>				
<b>1. PARTICULARS OF CONSUMPTION:</b>	Value in ₹	%	Value in ₹	%
(a) Raw Materials:				
(i) Latex - Indigenous	1,24,88,017	100	92,02,448	100
(ii) Bought Leaf - Indigenous	1,09,09,023	100	1,70,66,160	100
	2,33,97,040		2,62,68,608	
(b) Stores and Spares				
Indigenous	2,15,08,506	100	2,19,70,835	100
Imported	Nil		Nil	
	2,15,08,506	100	2,19,70,835	100
			Year ended 31st March 2021 (In ₹)	Previous Year (In ₹)
<b>2. C.I.F. VALUE OF IMPORTS:</b>			Nil	Nil
<b>3. EARNINGS / EXPENDITURE IN FOREIGN CURRENCY:</b>				
a) Earnings:			Nil	Nil
b) Expenditure				
Foreign Travel			Nil	4,76,483
<b>4. EARNINGS PER SHARE:</b>				
Profit after Taxation			(7,83,87,704)	(8,40,15,405)
Number of Equity Shares outstanding at the end of the year			4,88,500	4,88,500
Earnings per Share (Basic and Diluted)			(160.47)	(171.99)
<b>5. Total outstanding to Micro and Small Enterprises (SMEs)</b>				
The information regarding dues to Micro, Small and Medium Enterprises as required under Micro, Small and Medium Enterprise Development (MSMED) Act, 2006 as on 31st March 2021 is furnished below:				
(a) The Principal amount and the interest due there on remaining unpaid to any supplier as at the end of the accounting year				
(i) Principal due to Micro and Small Enterprise			4,15,454	60,146
(ii) Principal due to Medium Enterprise			Nil	Nil
(iii) Interest			Nil	Nil
(b) The amount of interest paid by the buyer under MSMED Act, 2006 along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year			Nil	Nil
(c) The amount of interest due and payable for the period (Where the principal has been paid but interest under the MSMED Act, 2006 not paid)			Nil	Nil
(d) The amount of interest accrued and remaining unpaid at the end of the accounting year			Nil	Nil
(e) The amount of further interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid to the small enterprise, for the purpose of disallowance as a deductible expenditure under Section 23.			Nil	Nil

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## THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

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### NOTES ON ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2021

NOTE : 27 (Contd..)

OTHER NOTES (Contd..)

	Year Ended 31st March 2021 Rs.	Previous Year Rs.
<b>6 CONTINGENT LIABILITIES:</b>		
a) Sales-tax demands disputed in appeals, against which ₹ 30,80,569/- is paid and included under Other Current Assets	1,16,12,000	1,16,12,000
b) Claims against the Company not acknowledged as debts	9,50,000	9,50,000
c) Estimated amount of Contracts remaining to be executed on Capital Account	Nil	Nil
d) The retrospective effect from 01.04.2014 of the operations and implementations of the Payment of Bonus (Amendment) Act, 2015 has been stayed by Hon. High Court of Kerala. Considering the same, the Company has not provided for the additional liability.		
e) The future cash outflow on the above items are determinable only on receipt of decision/judgement that is pending at various forms/authorities. The Company does not expect the outcome of these proceedings to have a materially adverse effect on its financial results.		

### 7 Employee Benefits:

i) Defined Benefit Plans:

a) Description of the Company's defined benefit plan:

i) Gratuity Scheme:

This is a funded defined benefit plan for qualifying employees for which, the Company makes contribution to the Gratuity Fund managed by the Life Insurance Corporation of India. The scheme provides for a lumpsum payment to vested employees at retirement, death while in employment or on termination of employment. Vesting occurs upon completion of five years of service.

ii) Leave Encashment:

The company also operates a non funded leave encashment scheme for its employees.

# THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

## NOTES ON ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2021

**NOTE: 27 (Contd.)**

**OTHER NOTES (Contd..)**

**7. Employee Benefits (Contd..)**

b) Reconciliation of changes in the Present Value of Obligation: (In ₹)

	As at 31.03.2021		As at 31.03.2020	
	Gratuity (Funded Plan)	Leave Encashment (Non Funded Plan)	Gratuity (Funded Plan)	Leave Encashment (Non Funded Plan)
Present Value of the Obligation as on 1.04.2020	7,34,28,128	29,55,688	6,96,13,651	24,47,553
Current Service Cost	48,28,066	3,41,895	44,19,196	3,20,115
Interest Cost	47,31,191	1,91,168	50,00,015	1,73,800
Benefits Paid	(77,03,573)	(2,88,784)	(53,58,080)	(2,41,833)
Actuarial loss / (gain)	(6,92,399)	1,83,361	(2,46,654)	2,56,053
Present Value of the Obligation as on 31.03.2021	7,45,91,413	33,83,328	7,34,28,128	29,55,688
c) Reconciliation of changes in the fair value of Plan Assets:				
Fair Value of Plan Assets as on 1.04.2020	6,94,43,303	Nil	6,59,43,020	Nil
Adjustment to Opening Fair Value of Plan Assets				
Expected return on plan assets	46,22,300	Nil	48,85,300	Nil
Contribution by the Company	47,65,577	2,88,784	42,68,624	2,41,833
Benefits Paid	(77,03,573)	(2,88,784)	(53,58,080)	(2,41,833)
Actuarial gain / (loss)	1,65,031	Nil	(2,95,561)	Nil
Fair Value of Plan Assets as on 31.03.2021	7,12,92,638	Nil	6,94,43,303	Nil
d) The total expense recognised in the profit and loss account is as follows:				
Current Service Cost	48,28,066	3,41,895	44,19,196	3,20,115
Interest Cost	47,31,191	1,91,168	50,00,015	1,73,800
Expected return on plan assets	(46,22,300)	NA	(48,85,300)	NA
Net Actuarial (gain) / loss recognised in the year	(8,57,430)	1,83,361	48,907	2,56,053
	40,79,527	7,16,424	45,82,818	7,49,968
e) Reconciliation of Net Liability recognised in the balance sheet				
Net Liability as at the beginning of the year	39,84,825	29,55,688	36,70,631	24,47,553
Adjustment to Opening Fair Value of Plan Assets	0			0
Add : Expense as (d) above	40,79,527	7,16,424	45,82,818	7,49,968
Less: Employers Contribution / Payment	47,65,577	2,88,784	42,68,624	2,41,833
Net Liability as at the end of the year	32,98,775	33,83,328	39,84,825	29,55,688
f) Constitution of Plan Assets:				
Investments in LIC Group Gratuity Scheme	7,12,92,638	Not Applicable	6,94,43,303	Not Applicable

# THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

## NOTES ON ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2021

### NOTE: 27 (Contd.)

### OTHER NOTES (Contd..)

(In ₹)

#### 7 Employee Benefits: (Contd.)

	As at 31.03.2021		As at 31.03.2020	
	Gratuity	Leave	Gratuity	Leave
	(Funded Plan)	Encashment (Non Funded Plan)	(Funded Plan)	Encashment (Non Funded Plan)
g) Principal actuarial assumptions used as at the Balance Sheet date:				
Discount Rate	6.80%	6.80%	7.47%	7.47%
Salary Escalation Rate	6.00%	6.00%	6.00%	6.00%
Attrition Rate	5.00%	5.00%	5.00%	5.00%
Expected rate of return on plan assets	6.80%	NA	7.47%	NA

The estimates of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors such as demand and supply in the employment market.

#### h) The amount pertaining to defined benefit plan are as follows:

	<u>31.03.2021</u>	<u>31.03.2020</u>	<u>31.03.2019</u>	<u>31.03.2018</u>	<u>31.03.2017</u>
Gratuity funded plan					
Defined Benefit Obligation	7,45,91,413	7,34,28,128	6,96,13,651	6,51,81,882	6,38,02,188
Plan Assets	7,12,92,638	6,94,43,303	6,59,43,020	6,43,68,483	6,06,18,003
Surplus/(Deficit)	(32,98,775)	(39,84,825)	(36,70,631)	(8,13,399)	(31,84,185)
Experience adjustment - Plan Liability	(6,92,399)	(2,46,654)	3,12,941	(27,82,258)	(2,69,160)
Experience adjustment - Plan Assets	1,65,031	(2,95,561)	1,09,662	4,86,754	(2,05,004)

The Company expects to fund ₹ 36.00 lakhs towards its Gratuity Plan during the year 2021-2022.

#### ii) Defined Contribution Plans:

The Company makes contribution towards employees' provident fund, family pension fund, super annuation fund and employees' state insurance scheme. Under the rules of these schemes, the Company is required to contribute a specified percentage of payroll costs. The Company during the year recognised Rs.1,31,61,271/- as expense towards contributions to these plans.

### 8 LAND:

- a) The petition filed by the Company with the Government for assignment of Kuthakapattam land of 3.52 acres in Shaliacary Estate of the Company planted in 1968, has been rejected by the Government vide order dated 21-12-2006. The Company has challenged this order by filing a writ petition before the Honourable High Court of Kerala and the writ petition has been dismissed and the Government has the powers to take over this land. The Company has filed an application to the Tahsildar (Land Acquisition) on 16-01-2016 suggesting a take over of alternate land, since the same is under Rubber Plantations. This application is pending before the authorities.
- b) The order of the Taluk Land Board under the Kerala Land Reforms Act, 1963 requiring the Company to surrender the alleged excess land of 290.85 acres (117.705 Hectares) in Chulika and erstwhile Poonoor Estate has been confirmed by the High Court of Kerala in CRP 1822/1994 dated 24th May 2011 directing surrender of the entire 290.85 acres. Out of the above 290.85 acres, 200.23 acres forms part of forest land in Chulika Estate which was already vested with the Government under a different Act. The issue was concerning 90.62 acres (falling under Survey No. 2/1 B of Raroth Village, Calicut District) in erstwhile Poonoor Estate. Since this part of the land is no more in our possession, the Taluk Land Board, Vythiri, Wayanad District, directed us to surrender an equivalent extent of land in Chulika Estate vide order dated 22-05-2012. This order was challenged before the Hon'ble High Court of Kerala in CRP 263/2012 and the

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## THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

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### NOTES ON ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2021

#### NOTE: 27 OTHER NOTES (Contd..)

##### 8 LAND (Contd..)

Hon'ble High Court of Kerala by its order dated 19-11-2014 has directed the Taluk Land Board to proceed as per the earlier order of the Hon'ble High Court of Kerala in CRP 1822/1994 and take over the excess land of 200.23 acres in Chulika Estate and 90.62 acres in Poonoor Estate. The Management again has challenged this in the Hon'ble High Court in CRP No. 436/2016 and a stay (stay order dated 02-11-2016) has been obtained. This stay is in vogue.

- c) (i) During 1974-75 the Forest Department had vested 93.18 Acres (37.10 Hectares) falling as enclaves in blocks within the planted area. The Company's application before the Forest Tribunal in OA No.94/1975 was dismissed on 10-02-2009. The Management challenged this order before the Hon'ble High Court of Kerala in Case No. MFA 284/2009 and the matter is pending.
- (ii) In the year 2001, the Forest Department vested two blocks namely 108.67 Acres (43.8200 Hectares) and 21.45 Acres (8.650 Hectares). The Company's application before the Forest Tribunal, Kozhikode in OA 47 of 2001 was dismissed on 29-02-2005. The Management challenged this before the Hon'ble High Court of Kerala. The Court decided that 21.45 Acres cannot be vested as forest. The Forest Department filed a Review Petition (RP No. 599 of 2010) and the same was dismissed by the Kerala High Court on 18-10-2010. The Management has written to the Forest Department vide letter dated 12-12-2012 to restore this area. We were informed that the Forest Department has gone on appeal before the Hon'ble Supreme Court.
- d) The dispute to title raised by Kerala Varma Raja as having Jenmam right on 250 acres (101.174 Hectares) in erstwhile Poonoor Estate, in a suit OS No.338/1993 in Sub Court, Kozhikode. The Company claims fixity of tenure under the Kerala Land Reforms Act which can only be decided by the Land Tribunal, Kozhikode, and they seized of the matter in Case No. RC 3/2002. A Revenue Inspector was appointed to visit the estate and file his report. The Revenue Inspector inspected the property on 29.6.2003 and has given a favourable report to the Land Tribunal, Kozhikode.
- The Land Tribunal has heard the submissions and by its order dated 14-03-2019 decided that the Company is a cultivating tenant and therefore enjoys fixity of tenure as per the Kerala Land Reforms Act. The Sub-Court in case no. 338/93 by its judgement dated 30-09-2019 has confirmed that the Company has fixity of tenure and therefore the plaintiff namely Kerala Varma Valia Raja cannot claim recovery of possession.
- e) The Company had acquired the Lease hold rights of approximately 327 Hectares of the Chulika Estate which belonged to Edavalath Kovilakam in 1937 who is one of the matriarchal lineage of Mariveetil Family (Tharavad). Later this lease hold rights were converted into proprietary rights in 1963 through a public Court auction. Mr. Vijaya Kumar Varma Raja belonging to Kadathanath Kovilakam the other matriarchal lineage of Mariveethil Family had purchased the property through a public Court auction in 1964 and by virtue of this purchase the jenmi right (lease hold rights) which belonged to Kadathanath Kovilakam was assigned to him. Later in 2006 Mr Vijaya Kumar Varma Raja had sold his property to Mr Anil Kumar a partner in a partnership firm called "Madthilkandy Plantations" who has now instituted the suit OS 16/2015 for recovery possession of 270 Hectares in Chulika. The Management is a respondent in this suit before the Sub Court, Sultan Battery, Wayanad. Mr. Anil Kumar claims to have purchased the jenmi rights of this property in 1964 through public auction from Kadathanath Kovilakam much after the Company has purchased the property. A commission was appointed by the Court to survey the area under dispute and the Commission Report dated 30-10-2017 was filed in the Sub Court. Management filed objection to the Commission Report and this was set aside by the Lower Court. Management now filed OP No. 1826/2019 before the High Court requesting the High Court to direct the Lower Court to accept our objections. Mr Anilkumar has also filed an interlocutory application in OS.No.16/2015 requesting the Hon'ble High Court to grant a temporary injunction restraining us from alienating or otherwise parting with the property or any portion thereof until the disposal of the suit. Matter has been finally heard and posted for judgement.
- f) Sri. Beeran and Sri Ibrahim, residents of Chulika Estate encroached into the land which is surrounded on all sides with Plantation crop. Total extent of land encroached is 2.40 acres in respect of Sri Beeran and 4.43 acres in respect of Sri Ibrahim. Company filed a suit for perpetual injunction as OS No. 174/2013. The suit was decreed in our favour. Against which Sri Beeran and Ibrahim, filed an appeal Suit as A S No. 30/2016. The Appeal Court by it's order dated 13-06-2017 remanded the case back to trial Court for fresh consideration. Company challenged this order before the Hon'ble High Court by filing an appeal as FAO No. 206/2017. The appeal is pending.
- g) The future financial impact/liability, if any, in respect of the above cases which are pending adjudication in various Courts are determined only on receipt of the decision/judgement. Hence the Company has not considered making of any provision on account of the above.

# THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

## NOTES ON ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2021

NOTE : 27 (Contd.)

OTHER NOTES (Contd..)

### 9 SEGMENT REPORTING:

The operations of the Company relate to Plantation crops, which is the significant business segment and therefore no separate reporting is made.

### 10 ACCOUNTING FOR TAXES ON INCOME:

The impact of deferred tax on income for the year is considered not material and hence not recognised.

### 11. RELATED PARTY TRANSACTIONS

Following Associate Companies are related to the Company on account of common control through Constitution of Board / Shareholding:

- |   |   |
|---|---|
| <ul style="list-style-type: none"> <li>- A V Thomas &amp; Company Limited</li> <li>- A V Thomas International Limited</li> <li>- L.J.International Limited</li> <li>- A V Thomas Investments Company Limited</li> <li>- The Highland Produce Company Limited</li> <li>- DALP Trading and Manufacturing Limited</li> <li>- A V Thomas Leather and Allied Products Private Limited</li> </ul> | <ul style="list-style-type: none"> <li>- A V Thomas Exports Limited</li> <li>- Doors and More Wood Products Limited</li> <li>- DALP Benevolent Trust</li> <li>- J Thomas Educational and Benevolent Trust</li> <li>- Rajagiri Impex Limited</li> <li>- AVR Edge Networks Private Limited</li> </ul> |
|---|---|

Key Management Personnel - Mr. Dilip Thomas, Chairman, Mrs. Priyalatha Thomas, Managing Director  
Mr. K Suresh, Joint Managing Director.

Details of Transactions:	Year ended 31.03.2021		Year ended 31.03.2020	
	Associates (In ₹)	Key Management Personnel (Including Relatives) (In ₹)	Associates (In ₹)	Key Management Personnel (Including Relatives) (In ₹)
<b>INCOME</b>				
Sales	1,65,53,972	Nil	1,56,13,628	Nil
Dividend Received	83,72,651	Nil	19,56,000	Nil
Rent Received	16,000	Nil	12,000	Nil
Sale/redemption of Investments	1,20,00,000	Nil	Nil	Nil
<b>EXPENDITURE:</b>				
Purchases	1,00,793	Nil	1,01,420	Nil
C & F/Warehousing Charges paid	2,89,270	Nil	4,48,150	Nil
Rent Paid	12,000	Nil	12,000	Nil
Interest paid	Nil	70,72,131	Nil	24,26,440
Sitting fees paid	Nil	40,000	Nil	40,000
Dividend Paid	Nil	Nil	Nil	Nil
Remuneration paid	Nil	1,04,41,120	Nil	1,04,75,816
Commission/other expenses paid	12,74,034	Nil	13,12,626	Nil
<b>OTHERS:</b>				
Loans taken	Nil	25,00,000	Nil	6,05,00,000
Loans repaid	Nil	Nil	Nil	Nil
<b>BALANCE AS ON 31st MARCH 2021</b>				
Debit Balance	6,67,939	Nil	13,40,098	Nil
Credit Balances	5,45,902	8,00,00,000	86,993	7,75,00,000



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## THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

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### NOTES ON ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2021

NOTE: 27 (Contd.)

OTHER NOTES (Contd..)

#### 12 Impact of COVID 19

The outbreak of CORONA Virus (COVID 19) pandemic globally and in India is causing significant disturbance and slowdown of economic activity. In the preparation of financial statements, the Company has considered probable effects from the pandemic relating to COVID 19 on the carrying amount of the Inventories, Receivables, Other Assets and the possible impacts of non-fulfilment of Liabilities. The Company has evaluated impact of this pandemic on its business operations and based on its review and current indicators of future economic conditions. The Company is engaged in the business of harvesting and manufacturing of Rubber, tea which is considered as an essential commodity. Therefore, the pandemic has so far had a minimal impact on the business operations of the Company. There is no material impact on the financial results of the Company.

The extent of the impact of COVID 19 on the future operational and finance performance will depend on certain developments including the duration and spread of the out-break, the future impact on employees, vendors all of which are uncertain and cannot be predicted. As the impact of COVID 19, if any on the future operational and financial performance of the Company would be different from management estimates in this regard, the Company will continue to closely monitor any changes as they emerge.

#### 13 The Code on Social Security, 2020

The Social Security Code relating to Employee Benefit during employment and post employment benefit received presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified. The Company will assess the impact of the code when it comes into effect

14 Previous year's figures have been re-grouped wherever considered necessary.

Vide our report of date attached

For SURI & CO.

*Chartered Accountants*

*Firm Regn.No.004283S*

G. RENGARAJAN

*Partner*

*Membership No. 219922*

For and on behalf of the Board

DILIP THOMAS

*Chairman*

DIN: 00052185

PRIYALATHA THOMAS

*Managing Director*

DIN: 00052237

Place : Chennai

Date : 09.09.2021





# Consolidated Financial Statements

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# THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

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## INDEPENDENT AUDITOR'S REPORT

To

The Members of  
**The Rajagiri Rubber & Produce Company Limited, Alappuzha**

### **Report on the Consolidated Financial Statements**

#### **Opinion**

We have audited the accompanying consolidated financial statements of **THE RAJAGIRI RUBBER & PRODUCE CO LTD**, ("the Holding Company") and its subsidiary and associates (collectively referred to as 'the Group'), which comprise the consolidated balance sheet as at March 31st 2021, the Consolidated statement of profit and loss, consolidated statement of cash flows for the year ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information. (herein referred to as "the consolidated financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated 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 read along with the Companies Rules, 2014 and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, the consolidated loss, consolidated total comprehensive loss and its consolidated cash flows for the year ended on that date.

#### **Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Consolidated Financial Statements* section of our report. We are independent of the Group 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 Consolidated financial statements under the provisions of the Companies Act, 2013 and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

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

The Holding Company's Board of Directors is responsible for the other information. The other information comprises the management report, its annexures, Board's Report including annexures, Director's Responsibility Statements, but does not include the consolidated Financial Statements and our Audit Report thereon.

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

#### **Responsibilities of Management and Those Charged with Governance for the consolidated Financial Statements**

The Holding 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 consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the group in accordance with the accounting principles generally accepted in India, including the Accounting Standards

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## THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

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specified under section 133 of the Act. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group 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 consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, The Board of Directors of the company included in the Group are responsible for assessing the ability of the group 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 Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of Companies included in Group are also responsible for overseeing the Company's financial reporting process.

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

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

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

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company and its associate 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 Group'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 consolidated 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 Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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## THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

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- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities included in the consolidated financial statements

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 the Holding Company and such other entities included in the consolidated financial statements, 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 Consolidated 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.

### **Other Matter**

The consolidated financial statements also include the group's share of Net profit of Rs. 3.82 Lakhs for the year ended 31-March-2021, as considered in the consolidated financial statements, in respect of the one associate, whose financial statements have not been audited by us. These financial statements have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these associates, and our report in terms of sub-sections (3) and (11) of section 143 of the Act , in so far as it relates to the aforesaid associates , is based solely on the reports of the other auditors.

Our opinion on the consolidated financial statements, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the financial statements certified by the Management.

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

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 of the aforesaid consolidated financial statements.
- (b) In our opinion, proper books of account as required by law relating to the preparation of the aforesaid consolidated financial statements have been kept by the Company so far as it appears from our examination of those books
- (c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss, and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- (d) In our opinion, the aforesaid Consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

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## THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

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- (e) On the basis of the written representations received from the directors of the Company as on 31<sup>st</sup> March 2021 taken on record by the Board of Directors of the company and its associate companies incorporated in India and the reports of the statutory auditors of its associate companies incorporated in India none of the directors of the Group companies incorporated in India is disqualified as on 31<sup>st</sup> March 2021 from being appointed as a director in terms of Section 164 (2) of the Act.
- (f) With respect to adequacy of internal financial controls over financial reporting of the company and the operating effectiveness of such controls, refer our separate report in Annexure A; , which is based on the auditor's reports of the Company and its associate companies incorporated in India. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the internal financial control over financial reporting of those companies, for reasons stated therein.
- (g) 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:
- In our opinion and to the best of our information and according to the explanations given to us, the holding company has not made any payments which are covered under section 197 read with Schedule V of the Companies Act, 2013.
- (h) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements Rule 11 of the Companies (Audit and Auditors) Rules in our opinion and to the best of our information and according to the explanations given to us:
- i. The company has disclosed the impact of pending litigations on its consolidated financial position in its financial statements -Refer Note 27(6) to the consolidated financial statements.
  - ii. Provision has been made in the consolidated financial statements, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long term contracts including derivative contracts.
  - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company and its associate companies incorporated in India.

**For SURI & CO**  
**Chartered Accountants**  
**Firm Regn. No. 004283S**

**G. RENGARAJAN**  
**Partner**  
**Memb No : 219922**  
**UDIN: 21219922AAAAPC4394**

Place : Chennai  
Date : 09-09-2021

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## THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

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### ANNEXURE A TO THE REPORT OF THE AUDITORS TO THE MEMBERS OF THE RAJAGIRI RUBBER & PRODUCE COMPANY LIMITED, ALAPPUZHA

#### Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”)

In conjunction with our audit of the consolidated financial statements of the company as of and for the year ended 31-March-2021 we have audited the internal financial controls over financial reporting of The Rajagiri Rubber & Produce Company Limited (hereinafter referred to as ‘The Holding Company’) and its subsidiary and associate companies which are incorporated in India as of that date.

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

The respective Board of Directors of the holding company and its associates which are incorporated in India, are 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 respective 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, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor’s judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company’s internal financial controls system over financial reporting.

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

A company’s internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company’s internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable

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## THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

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assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

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

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

### **Opinion**

In our opinion, the Holding Company and its associate companies, which are companies incorporated in India have, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31-Mar-2021 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.

Place : Chennai  
Date : 09-09-2021

**For SURI & CO**  
**Chartered Accountants**  
**Firm Regn. No. 004283S**

**G. RENGARAJAN**  
**Partner**  
**Memb No : 219922**  
**UDIN: 21219922AAAAPC4394**



# THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

CIN: U25191KL1937PLC000979

CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH 2021		Amount in ₹	
		As at	As at
		31-03-2021	31-03-2020
<b>I. EQUITY AND LIABILITIES:</b>			
<b>(1) Shareholders' Funds:</b>			
(a) Share Capital	2	48,85,000	48,85,000
(b) Reserves and Surplus	3	<u>18,54,44,776</u>	<u>26,09,88,772</u>
		<u>19,03,29,776</u>	<u>26,58,73,772</u>
<b>(2) Non-Current Liabilities:</b>			
(a) Long Term borrowings	4	1,58,55,617	30,61,363
(b) Other Long-Term Liabilities	5	2,908	2,908
(c) Long-Term Provisions	6	<u>13,15,718</u>	<u>11,00,646</u>
		<u>1,71,74,243</u>	<u>41,64,917</u>
<b>(3) Current Liabilities:</b>			
(a) Short-Term borrowings	7	15,58,65,560	10,97,53,720
(b) Trade Payables			
Total outstanding dues of Micro Enterprises and Small Enterprises (Note No. 27 (5) and Total outstanding dues of Creditors other than micro enterprises and small enterprises		4,15,454	60,146
(c) Other Current Liabilities	8	3,09,09,295	3,43,72,722
(d) Short-Term Provisions	9	<u>1,23,45,318</u>	<u>1,55,80,143</u>
		<u>87,46,514</u>	<u>92,19,996</u>
		<u>20,82,82,141</u>	<u>16,89,86,727</u>
<b>TOTAL</b>		<u><u>41,57,86,160</u></u>	<u><u>43,90,25,416</u></u>
<b>II. ASSETS:</b>			
<b>(1) Non-Current assets:</b>			
(a) Property, Plant and Equipment			
(i) Tangible Assets	10	11,73,72,189	13,65,04,499
(ii) Capital Work-in-progress			
a) Bearer Plants		1,68,98,671	1,39,66,240
b) Others		Nil	Nil
(b) Non-current Investements	11	16,08,28,790	17,48,38,237
(c) Other non-current assets	12	<u>11,94,015</u>	<u>23,17,615</u>
		<u>29,62,93,665</u>	<u>32,76,26,591</u>
<b>(2) Current assets:</b>			
(a) Current Investments	13	2,00,00,000	2,00,00,000
(b) Inventories	14	2,45,14,677	1,72,41,483
(c) Trade Receivables	15	90,22,636	83,22,638
(d) Cash and Cash equivalents	16	1,31,80,385	1,29,71,303
(e) Short-term loans and advances	17	5,24,85,278	5,15,70,317
(f) Others-Accrued Income		<u>2,89,519</u>	<u>12,93,084</u>
		<u>11,94,92,495</u>	<u>11,13,98,825</u>
Significant Accounting Policies	1		
<b>TOTAL</b>		<u><u>41,57,86,160</u></u>	<u><u>43,90,25,416</u></u>

Notes 1 to 17, Note 27 and Cash Flow Statement form part of this Balance Sheet

Vide our report of date attached  
For SURI & CO.

*Chartered Accountants*  
Firm Regn.No.004283S

G. RENGARAJAN

Partner

Membership No. 219922

For and on behalf of the Board

DILIP THOMAS

Chairman

DIN: 00052185

PRIYALATHA THOMAS

Managing Director

DIN: 00052237

Place : Chennai

Date : 09.09.2021

**THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA**  
CIN: U25191KL1937PLC000979

**CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH 2021**

	Notes	For the year ended 31-03-2021	Amount in ₹ For the year ended 31-03-2020
<b>REVENUE:</b>			
<b>I. Revenue from Operations:</b>	18	20,59,39,538	21,23,46,061
<b>II. Other Income:</b>	19	2,30,57,166	3,06,20,028
<b>III. Total Revenue</b>	TOTAL	<u>22,89,96,704</u>	<u>24,29,66,089</u>
<b>EXPENSES:</b>			
Cost of Materials Consumed	20	2,33,97,040	2,62,68,608
Other Manufacturing Expenses	21	3,95,17,653	4,37,66,686
Purchase of Stock-in-Trade		1,30,244	80,583
(Increase)/Decrease in Inventory	22	(-) (29,03,000)	(5,47,000)
Employee benefit expenses	23	16,75,35,374	17,97,14,071
Finance Costs	24	1,64,55,329	1,15,29,723
Livestock Expenditure	25	3,65,82,774	3,21,90,876
Depreciation and amortization expense		65,33,122	70,68,071
Other expenses	26	2,01,35,872	2,69,09,876
<b>IV. Total Expenses</b>	TOTAL	<u>30,73,84,408</u>	<u>32,69,81,494</u>
<b>V. Profit/(Loss) before exceptional and extraordinary items(III-IV)</b>		(-) (7,83,87,704)	(8,40,15,405)
<b>VI. Exceptional/Extraordinary items</b>		Nil	Nil
<b>VII. Profit/(Loss) after Exceptional/Extraordinary items</b>		<u>(7,83,87,704)</u>	<u>(8,40,15,405)</u>
<b>VIII. Profit/(Loss) before Tax (PBT)</b>		<u>(7,83,87,704)</u>	<u>(8,40,15,405)</u>
<b>IX. Tax Expenses:</b>			
- Current Tax			
<b>X. Profit/(Loss) after tax (VIII-IX)</b>		(7,83,87,704)	(8,40,15,405)
Add: Share of Profit/(Loss) of Associates		3,82,178	5,39,485
<b>XI. Profit/(Loss) for the period</b>		<u>(7,80,05,526)</u>	<u>(8,34,75,920)</u>
Earnings per Share (Basic & Diluted)	27 (4)	(159.68)	(170.88)

Notes 18 to 27 and Cash Flow Statement form part of this Statement of Profit and Loss.

Vide our report of date attached  
For SURI & CO.

*Chartered Accountants*  
Firm Regn.No.004283S

G. RENGARAJAN  
Partner

Membership No. 219922

Place : Chennai  
Date : 09.09.2021

For and on behalf of the Board

DILIP THOMAS  
Chairman  
DIN: 00052185

PRIYALATHA THOMAS  
Managing Director  
DIN: 00052237

**THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA**  
CIN: U25191KL1937PLC000979

**CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03.2021**

	(in ₹)	(in ₹)	Previous Year (in ₹)
<b>A. CASH FLOW FROM OPERATING ACTIVITIES :</b>			
NET PROFIT BEFORE TAX AND EXTRAORDINARY ITEMS		(7,83,87,704)	(8,40,15,405)
ADJUSTMENTS FOR :			
Depreciation	65,33,122		70,68,071
Rubber Rehabilitation Allowance	6,83,441		7,36,098
Profit on Sale of Investments/Assets	(7,27,823)		(5,93,709)
Provision for Gratuity/Leave Encashment	(2,58,410)		8,22,329
Livestock written off, Profit/Loss on sale of livestock	2,10,23,350		1,14,47,500
Interest/Dividend Received	(94,69,691)		(41,35,771)
Interest Paid	1,64,55,329		1,11,15,731
Provision for Diminution in value of investments	Nil		5,08,440
		<u>3,42,39,318</u>	
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES		(4,41,48,386)	(5,70,46,716)
ADJUSTMENTS FOR :			
Trade and other Receivables	(6,99,998)		(10,70,118)
Inventories	(72,73,194)		25,01,554
Trade Payables	(64,58,362)		1,19,64,612
Other Current Assets	24,36,600		4,74,34,756
		<u>(1,19,94,954)</u>	
CASH GENERATED FROM OPERATIONS		(5,61,43,340)	37,84,088
Taxes Paid		(15,78,017)	(12,04,575)
CASH FLOW BEFORE EXTRAORDINARY ITEMS		(5,77,21,357)	25,79,513
Extraordinary Items		Nil	Nil
NET CASH FROM OPERATING ACTIVITIES		<u>(5,77,21,357)</u>	<u>25,79,513</u>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>			
Purchase of Fixed Assets		(1,07,06,109)	(1,82,67,381)
Purchase of Investments		Nil	(61,14,989)
Sale of Fixed Assets		24,68,964	9,31,133
Sale/redemption of Investments		1,20,00,000	1,99,46,074
Sale of Trees		81,47,600	85,96,140
Expenditure on Replanting		(63,69,511)	(65,37,588)
Interest Received		10,80,972	58,39,486
Dividend Received		83,88,719	20,09,900
NET CASH FROM INVESTING ACTIVITIES		<u>1,50,10,635</u>	<u>64,02,775</u>

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**THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA**  
CIN: U25191KL1937PLC000979

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**CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03.2021 (Contd.)**

	(in ₹)	Previous Year (in ₹)
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Public Deposits/Loan from Directors	25,00,000	6,05,00,000
Term Loan	1,27,94,254	(4,92,442)
Cash Credit	4,36,11,840	(5,93,68,070)
Interest Paid	(1,63,39,911)	(1,11,17,918)
<b>NET CASH USED IN FINANCING ACTIVITIES</b>	<u>4,25,66,183</u>	<u>(1,04,78,430)</u>
	<u>(1,44,539)</u>	<u>(14,96,142)</u>
<b>NET DECREASE/INCREASE IN CASH AND CASH EQUIVALENTS</b>		
<b>CASH AND CASH EQUIVALENTS AS AT 01.4.2020</b> (Beginning Of The Year)	14,53,367	
<b>CASH AND CASH EQUIVALENTS AS AT 31.3.2021</b> (Closing Of The Year)	13,08,828	
	<u>(1,44,539)</u>	<u>(14,96,142)</u>

Vide our report of date attached  
For SURI & CO.  
*Chartered Accountants*  
*Firm Regn.No.004283S*  
G. RENGARAJAN  
*Partner*  
Membership No. 219922

Place : Chennai  
Date : 09.09.2021

For and on behalf of the Board

DILIP THOMAS  
*Chairman*  
DIN: 00052185

PRIYALATHA THOMAS  
*Managing Director*  
DIN: 00052237

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# THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

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## NOTES ON CONSOLIDATED ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2021

### NOTE : 1

#### A SIGNIFICANT ACCOUNTING POLICIES

##### BACKGROUND:

The Company is a Public Limited Company incorporated and domiciled in India during the year 1937, having its Registered office at W-21/674, Beach Road, Alappuzha, Kerala India. The Company is engaged in Plantation activity and the crop dealt with by the Company is Tea, Cardamom and Rubber. The main business being Cultivation, Manufacturing and sales of Tea, Cardamom and Rubber.

#### 1 ACCOUNTING CONVENTION :

##### BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The consolidated financial statements are prepared and presented in accordance with Indian Generally Accepted Accounting Principles (GAAP) under the historical cost convention on the accrual basis. GAAP comprises accounting standards notified by the Central Government of India, other pronouncements of the Institute of Chartered Accountants of India, provisions of the Companies Act, 2013

##### PRINCIPLES OF CONSOLIDATION

The consolidated financial statements are prepared in accordance with the principles and procedures required for the preparation and presentation of consolidated financial statements as laid down under the Companies (Accounts) Rules, 2014. The financial statements of The Rajagiri Rubber & Produce Company Limited is consolidated with its associate Rajagiri Impex Ltd. (30% shareholding) under Equity Method.

The Audited financial statements of foreign subsidiaries have been prepared in accordance with the Generally Accepted Accounting Principles of its country of incorporation or International Financial Reporting Standards. The differences in accounting policies of the company and its subsidiaries are not material. The excess / deficit of cost to the parent company of its investment in the subsidiaries over its portion of equity at the respective dates on which investment in such entities were made are recognized in the financial statements as goodwill / capital reserve. The Group tests for impairment of goodwill at each balance sheet date. When the company identifies that the goodwill has been impaired, the goodwill to the extent impaired is recognized in the Consolidated Profit and Loss Account.

In translating the financial statements of a non-integral foreign operation for incorporation in consolidated financial statements, the assets and liabilities, both monetary and non-monetary, of the non-integral foreign operation are translated at the closing rate; income and expense items of the non-integral foreign operation are translated using average exchange rates prevailing during the reporting period. All resulting exchange differences are accumulated in a foreign currency translation reserve until the disposal of the net investment.

Associates are entities over which the group has significant influence but not control. Investments in associates are accounted for using the equity method of accounting as laid under Accounting Standard (AS) 23, "Accounting for Investment in Associate in Consolidated Financial Statements". The investment is initially recognised at cost, and the carrying amount is increased or decreased to recognise the investor's share of profit or loss of the investee after the acquisition date. The group's investment in Associates includes goodwill identified on acquisition.

#### 2 CURRENT AND NON CURRENT CLASSIFICATION:

All Assets and Liabilities have been classified as Current and Non Current as per the Company's normal operating cycle (12 months) and other criteria set out in Schedule III to the Act.

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## THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

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### NOTES ON CONSOLIDATED ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2021

#### 3 PROPERTY PLANT AND EQUIPMENT:

- a) Property, Plant and equipment are stated at cost less accumulated depreciation and accumulated impairment loss based on cost model.

The cost of an item of property, plant and equipment is recognised as an asset when:

- i. it is probable that future economic benefits associated with the item will flow to the enterprise; and
- ii. The cost of the item can be measured reliably

Cost includes, taxes and duties (but does not include taxes and duties for which GST credit is available), freight and other direct or allocated expenses during construction period, net of any income earned. Assets acquired on Hire Purchase are capitalised at principal value.

- b) Direct expenditure on replanting of Tea/Rubber attributable to bringing the bearer plant to the condition necessary for it to be capable of operating in the manner intended by management less subsidy on replanting of tea are capitalised as bearer plants.
- c) Depreciation on property, plant and equipment has been charged as per the useful life specified in Schedule II of the companies act 2013, except assets costing individually less than Rs.5000/- which are depreciated at 100%. The residual value is considered at 5% of the original cost of property, plant and equipment. Depreciation for assets purchased/sold during the period is proportionately charged.
- d) Intangible assets are amortized over their respective individual estimated useful lives on a straight line basis, commencing from the date the asset is available to the company for its use. Depreciation and Amortization methods, useful lives and residual value are reviewed periodically, including at each financial year end.

#### 4 IMPAIRMENT OF ASSETS

The Company reviews the carrying amounts of its assets for any possible impairment at each balance sheet date. An impairment Loss is recognized when the carrying amount of an asset exceeds its recoverable amount and the impairment loss, if any, is recognised in the Statement of Profit & Loss.

#### 5 BORROWING COSTS

Borrowing costs that are directly attributable to the acquisition/construction of the qualifying asset are capitalised as a part of the cost of such asset, upto the date of acquisition/completion of construction.

Other borrowing costs are recognised as expense as and when incurred.

#### 6 INVESTMENTS :

Long term Investments are stated at cost. Decline in value of long term investments, other than temporary, is provided for. Current Investments are stated at lower of cost and fair value. Investment in Immovable properties is stated at cost less depreciation.

#### 7 INVENTORIES :

Inventories are valued at lower of cost on weighted average and net realisable value, after providing for obsolescence wherever considered necessary. Cost includes taxes and duties (other than duties and taxes for which GST credit is available), freight and other direct expenses.

#### 8 REVENUE RECOGNITION :

Revenue is recognised on their accrual and when no significant uncertainty on measurability or collectability exists. Expenditure is accounted for on their accrual.

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# THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

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## NOTES ON CONSOLIDATED ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2021

### **Sale of Goods:**

Revenue is recognised when all the significant risks and rewards of ownership of the goods have been passed on to the buyer, usually on delivery of goods. The Company collects Goods and Service taxes (GST) on behalf of the government and, therefore, these are not economic benefits flowing to the company. Hence, they are excluded from revenue.

### **Interest**

Interest income is recognised on a time proportion basis taking into account the amount outstanding and the applicable interest rate. Interest income is included under the head "other income" in the statement of profit and loss.

### **Dividends:**

Dividend income is recognized when the company's right to receive dividend is established by the reporting date.

## **9 EMPLOYEE BENEFITS :**

Gratuity liability, which is a defined benefit scheme and provision for leave encashment is accrued and provided for on the basis of independent actuarial valuation based on projected unit credit method made at the end of each financial year. Actuarial gains and losses are recognised in the Statement of Profit and Loss and are not deferred.

Retirement benefits in the form of Provident Fund, Family Pension Fund and Superannuation Schemes, which are defined contribution schemes, are charged to the Statement of Profit and Loss of the year when the contribution to the respective funds accrue.

## **10 FOREIGN CURRENCY TRANSACTIONS :**

Foreign currency transactions are recorded at the rates of exchange in force at the time the transactions are effected. Monetary items denominated in foreign currency and outstanding at the Balance sheet date are converted at the year end exchange rate and the resultant gain or loss is dealt with in the Statement of Profit & Loss. In the case of forward contracts, the difference between the forward rate and exchange rate on the date of transaction is dealt with in the Statement of Profit & Loss on completion of the transaction.

## **11 GOVERNMENT GRANTS**

Subsidies from government in respect of fixed assets are deducted from the cost of respective assets as and when they accrue.

Subsidies related to revenue are recognised in the Statement of Profit and loss to match them with the related costs which they are intended to compensate.

## **12 TAXES ON INCOME:**

Provision for Income-Tax is made for both current and deferred tax. Provision for current income tax is made on the assessable income at the tax rate applicable to the relevant assessment year. Deferred tax is accounted for by computing the tax effect of the timing difference which arise during the year and reverse out in the subsequent periods. Deferred tax is calculated at the tax rates substantively enacted by the Balance Sheet date. Deferred tax assets are recognized only if there is a virtual certainty that they will be realised.

## **13 EXPENDITURE ON NEW PLANTING AND REPLANTING :**

Direct expenditure on New Planting of different crops (other than minor produce) including upkeep and maintenance expenditure on immature plants are capitalised under "Development".



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## THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

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### NOTES ON CONSOLIDATED ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2021

Direct Expenditure on Replanting of Tea and Cardamom including upkeep and maintenance expenditure on immature plants is charged to Statement of Profit and Loss account with credit to Subsidy on replanting of Tea and Cardamom as Revenue. In case of Rubber the said expenditure is debited to Reserve Account with sale proceeds of old and uneconomical rubber trees uprooted for replanting and Subsidy on replanting credited to Reserve Account.

Provision for Rehabilitation of Rubber Trees, based on annual production of Rubber, after taking into consideration the credits as to sale proceeds of trees and Subsidy on replanting, is charged to Statement of Profit and Loss by crediting to Reserve Account.

#### 14 EARNINGS PER SHARE

Basic earning per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders after deducting Preference Dividend and attributable taxes by weighted average number of equity share holders outstanding during the period. The weighted average number of equity shares outstanding during the period is adjusted for events such as bonus issue, bonus element in a right issue, share split, and reverse share split (Consolidation of Shares) that have changed the number of Equity Shares outstanding without a corresponding change in resources.

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

#### 15 PROVISIONS AND CONTINGENT LIABILITY

Provision is recognised when the Company has a present obligation as a result of past event, is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

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

Contingent Assets are neither recognised nor disclosed.

#### 16 DIVIDEND:

Final Dividends on shares are recorded as a liability on the date of approval by the shareholders and interim dividends are recorded as a liability on the date of declaration by the Company's Board of Directors

#### 17 CASH FLOW STATEMENT:

Cash Flow Statement is prepared segregating the cash flows from operating, investing and financing activities. Cash flow from operating activities is reported using indirect method. Under the indirect method, the net profit is adjusted for the effects of:

- (i) Transactions of a non-cash nature
- (ii) Any deferrals of accruals of past or future operating cash receipts or payments and
- (iii) Items of Income or expense associated with investing or financing cashflows.

Cash and Cash equivalents (including bank balances) are reflected as such in Cash Flow Statement.



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## THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

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### NOTES FORMING PART OF CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH, 2021

	As at 31-03-2021	Amount in ₹ As at 31-03-2020
<b>NOTE: 2</b>		
<b>SHARE CAPITAL:</b>		
<b>AUTHORISED :</b>		
10,00,000-Equity Shares of Rs.10/- each	1,00,00,000	1,00,00,000
2,50,000-6 % Cumulative Preference Shares of Rs.10/- each	25,00,000	25,00,000
	1,25,00,000	1,25,00,000
<b>ISSUED:</b>		
5,06,000-Equity Shares of Rs.10/- each,	50,60,000	50,60,000
<b>SUBSCRIBED AND PAID-UP:</b>		
4,88,500 Equity Shares of Rs.10/- each	48,85,000	48,85,000
<b>RECONCILIATION OF SHARES:</b>		
Number of Equity Shares at the beginning of the year	4,88,500	4,88,500
Add/(Less) Shares issued/buyback etc.	Nil	Nil
Number of Equity Shares at the end of the reporting period	4,88,500	4,88,500

#### DETAILS OF SHAREHOLDERS HOLDING MORE THAN 5% OF SHARES:

	31.3.2021		31.3.2020	
	No.of shares held	% of holding	No.of shares	% of holding
1. Equity:				
Mr. Dilip Thomas	1,82,363	37.33	1,82,363	37.33
Dalp Trading and Manufacturing Limited	1,04,123	21.31	1,04,123	21.31
LIC of India	49,543	10.14	49,543	10.14
IEPF Authority	27,318	5.59	24,547	5.02

No bonus shares/buyback of shares in last 5 years.

The company has only one class of shares which is Equity shares. Each holder of Equity shares is entitled for one vote in proportion to the number of shares held.

Shares reserved under option and contract/ commitments for sale of shares/ disinvestment	NIL	NIL
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The aggregate value of calls unpaid (including directors and Officers of the Company)	NIL	NIL
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**THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA**

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**NOTES FORMING PART OF CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH, 2021**

	As at 31-03-2021	Amount in ₹ As at 31-03-2020
<b>NOTE: 3</b>		
<b>RESERVES AND SURPLUS:</b>		
<b>CAPITAL REDEMPTION RESERVE:</b>		
As per last Balance Sheet	22,60,000	22,60,000
<b>SHARE PREMIUM ACCOUNT:</b>		
As per last Balance Sheet	7,83,672	7,83,672
<b>GENERAL RESERVE:</b>		
As per last Balance Sheet	42,77,82,851	
Add: Sale proceeds of Rubber Trees	81,47,600	
Rubber Rehabilitation Allowance	6,83,441	
	43,66,13,892	
Less: Expenditure on Replanting Rubber	63,69,511	
	43,02,44,381	
	43,02,44,381	42,77,82,851
<b>SURPLUS/(DEFICIT)</b>		
Profit/(Loss) for the period	(7,80,05,526)	(8,34,75,920)
Add: Surplus/(Loss) brought forward	(16,98,37,751)	(8,63,61,831)
	(24,78,43,277)	(16,98,37,751)
Surplus/(Deficit)	(24,78,43,277)	(16,98,37,751)
Total	18,54,44,776	26,09,88,772

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## THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

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### NOTES FORMING PART OF CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH, 2021

	As at 31-03-2021	Amount in ₹ As at 31-03-2020
<b>NOTE: 4</b>		
<b>LONG TERM BORROWINGS:</b>		
<b>SECURED:</b>		
<b>a) TERM LOANS FROM BANKS:</b>		
Working Capital Term Loan (WCTL) under Guaranteed Emergency Credit Line (GECL)		
Secured against all movable/immovable assets, created out of the WPCL		
and against stock-in-trade and standing crops of Rubber Estates		
100 % guarantee cover from National credit Guarantee Trustee Company Ltd		
(NGCTGL)		
Repayable in 36 monthly instalments starting from December 2021		
and last instalment falling due on November 2024 (interest rate 9.25% pa)	1,33,33,332	Nil
<b>b) VEHICLE LOANS:</b>		
Against hypothecation of Vehicles:		
Repayable in 84 monthly instalments starting from October 2017		
(last instalment September 2024) - Rate of interest 9.90% per annum	2,63,642	3,51,961
Repayable in 84 monthly instalments starting from April 2019		
(last instalment March 2026) - Rate of interest 8.85% per annum	22,58,643	27,09,402
	1,58,55,617	30,61,363
No loans have been guaranteed by Directors or others		
except GECL loan for which 100% guarantee given by NCGTCL		
Period and amount of continuous default as on 31.03.2021	Nil	
<b>NOTE: 5</b>		
<b>OTHER LONG-TERM LIABILITIES</b>		
Trade payable	Nil	Nil
Others	2,908	2,908
	2,908	2,908
<b>NOTE:6</b>		
<b>LONG TERM PROVISIONS</b>		
Provision for Employees Benefits - Leave Encashment	13,15,718	11,00,646
	13,15,718	11,00,646

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## THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

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### NOTES FORMING PART OF CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH, 2021

	As at 31-03-2021	Amount in ₹ As at 31-03-2020
<b>NOTE: 7</b>		
<b>SHORT TERM BORROWINGS:</b>		
<b>From Banks - Secured:</b>		
<b>Cash Credit</b>		
The Company's borrowing facilities comprising cash credit of Rs.1200 lakhs (PY Rs.1000 lakhs) secured against hypothecation of Stock-in-Trade, Standing Crops, Plant and Machinery and also equitable mortgage of the Estates together with Buildings thereon		
	7,58,65,560	3,22,53,720
No loans have been guaranteed by Directors or others		
Period and amount of default as on 31.03.2021	Nil	
<b>ADVANCE FROM RELATED PARTIES - Unsecured:</b>		
Loans from Directors	8,00,00,000	7,75,00,000
(Rate of Interest 9% pa, (Previous year 10% PA)		
	15,58,65,560	10,97,53,720
<b>NOTE: 8</b>		
<b>OTHER CURRENT LIABILITIES:</b>		
Unpaid/unclaimed dividends	3,64,980	5,30,250
Interest accrued but not due on borrowings	1,31,421	16,003
Interest accrued and due on borrowings	27,17,000	74,30,000
Security Deposits	40,00,000	41,89,092
Term Loan - Current maturities of long term debts (Refer Note 4)	22,05,654	4,94,944
Other Payables - Statutory Liabilities	29,26,263	29,19,854
	1,23,45,318	1,55,80,143
<b>NOTE: 9</b>		
<b>SHORT TERM PROVISIONS:</b>		
Provision for Employee Benefits:		
- Leave Encashment	20,67,610	18,55,042
- Gratuity	32,98,775	39,84,825
Provision for Income tax	33,80,129	33,80,129
	87,46,514	92,19,996

**THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA**

**NOTES FORMING PART OF CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH 2021**

**NOTE : 10**

**TANGIBLE ASSETS : \***

Amount in ₹

Description	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	As at 01.04.2020	Additions	Deductions	As at 31.03.2021	Upto 31.03.2020	For the Year	Withdrawn	Upto 31.03.2021	As at 31.03.2021	As at 31.03.2020
<b>LAND AND DEVELOPMENT</b>										
<b>- FREEHOLD</b>	(**) <b>1,23,26,110</b> <i>1,23,26,110</i>	<b>Nil</b> <i>Nil</i>	<b>Nil</b> <i>Nil</i>	<b>1,23,26,110</b> <i>1,23,26,110</i>	<b>Nil</b> <i>Nil</i>	<b>Nil</b> <i>Nil</i>	<b>Nil</b> <i>Nil</i>	<b>Nil</b> <i>Nil</i>	<b>1,23,26,110</b> <i>1,23,26,110</i>	<b>1,23,26,110</b> <i>1,23,26,110</i>
<b>BUILDINGS</b>	(**) <b>4,62,98,399</b> <i>4,10,70,543</i>	<b>Nil</b> <i>52,27,856</i>	<b>Nil</b> <i>Nil</i>	<b>4,62,98,399</b> <i>4,62,98,399</i>	<b>3,35,11,301</b> <i>3,21,13,371</i>	<b>12,55,309</b> <i>13,97,930</i>	<b>Nil</b> <i>Nil</i>	<b>3,47,66,610</b> <i>3,35,11,301</i>	<b>1,15,31,789</b> <i>1,27,87,098</i>	<b>1,27,87,098</b> <i>89,57,172</i>
<b>PLANT AND MACHINERY</b>	<b>7,42,75,743</b> <i>6,97,53,401</i>	<b>73,678</b> <i>45,22,342</i>	<b>13,52,865</b> <i>Nil</i>	<b>7,29,96,556</b> <i>7,42,75,743</i>	<b>6,50,98,069</b> <i>6,39,61,941</i>	<b>15,23,553</b> <i>11,36,128</i>	<b>9,30,830</b> <i>Nil</i>	<b>6,56,90,792</b> <i>6,50,98,069</i>	<b>73,05,764</b> <i>91,77,674</i>	<b>91,77,674</b> <i>57,91,460</i>
<b>FURNITURE AND FITTINGS</b>	<b>31,49,927</b> <i>30,11,618</i>	<b>Nil</b> <i>1,38,309</i>	<b>Nil</b> <i>Nil</i>	<b>31,49,927</b> <i>31,49,927</i>	<b>29,62,448</b> <i>29,03,362</i>	<b>39,380</b> <i>59,086</i>	<b>Nil</b> <i>Nil</i>	<b>30,01,828</b> <i>29,62,448</i>	<b>1,48,099</b> <i>1,87,479</i>	<b>1,87,479</b> <i>1,08,256</i>
<b>VEHICLES</b>	<b>1,91,55,704</b> <i>2,08,29,566</i>	<b>Nil</b> <i>11,68,086</i>	<b>25,38,650</b> <i>28,41,948</i>	<b>1,66,17,054</b> <i>1,91,55,704</i>	<b>1,46,18,864</b> <i>1,52,85,961</i>	<b>13,23,255</b> <i>19,57,427</i>	<b>24,15,944</b> <i>26,24,524</i>	<b>1,35,26,175</b> <i>1,46,18,864</i>	<b>30,90,879</b> <i>45,36,840</i>	<b>45,36,840</b> <i>55,43,605</i>
<b>LIVESTOCK</b>	<b>9,74,89,298</b> <i>9,73,71,084</i>	<b>77,00,000</b> <i>1,16,85,714</i>	<b>2,22,19,750</b> <i>1,15,67,500</i>	<b>8,29,69,548</b> <i>9,74,89,298</i>	<b>Nil</b> <i>Nil</i>	<b>Nil</b> <i>Nil</i>	<b>Nil</b> <i>Nil</i>	<b>Nil</b> <i>Nil</i>	<b>8,29,69,548</b> <i>9,74,89,298</i>	<b>9,74,89,298</b> <i>9,73,71,084</i>
<b>TOTAL</b>	<b>25,26,95,181</b>	<b>77,73,678</b>	<b>2,61,11,265</b>	<b>23,43,57,594</b>	<b>11,61,90,682</b>	<b>41,41,497</b>	<b>33,46,774</b>	<b>11,69,85,405</b>	<b>11,73,72,189</b>	<b>13,65,04,499</b>
<i>Previous Year</i>	<i>24,43,62,322</i>	<i>2,27,42,307</i>	<i>1,44,09,448</i>	<i>25,26,95,181</i>	<i>11,42,64,635</i>	<i>45,50,571</i>	<i>26,24,524</i>	<i>11,61,90,682</i>	<i>13,65,04,499</i>	<i>13,00,97,687</i>

NOTES: \* The Company does not have any leased assets.

(\*\*) Includes Rs.1,38,012/- and Rs.12,45,007/- respectively representing cost of land and building as opening balance in joint ownership with other Companies, the book value of which amounted to Rs. 1,38,012/- and Rs. 62,250/- respectively as on 31.03.2021.

Previous year's figures have been shown in *Italics*

# THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

## NOTES FORMING PART OF CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH 2021

### NOTE : 11

#### NON-CURRENT INVESTMENTS : (AT COST)

Description	As at 01-04-2020		Additions		Deductions		As at 31-03-2021	
	No. of Shares/Bonds	Amount (In ₹)	No. of Shares/Bonds	Amount (In ₹)	No. of Shares/Bonds	Amount (In ₹)	No. of Shares/Bonds	Amount (In ₹)
<b>I. SHARES IN COMPANIES:</b>								
a) PREFERENCE SHARES (Unquoted)								
7% Cumulative preference Shares of								
The Highland Produce Co. Ltd.								
	1200000	1,20,00,000			12,00,000	1,20,00,000	Nil	Nil
(Redemption within 20 years) *								
AVR EdGE Networks Private Limited #								
	42370	1,00,00,000					42370	1,00,00,000
Less : Diminution in value								
		<u>(5,08,440)</u>						<u>(5,08,440)</u>
		<u>2,14,91,560</u>				<u>1,20,00,000</u>		<u>94,91,560</u>
b) EQUITY SHARES								
(i) QUOTED: (i)								
Bayer Crop Science Limited								
	100	1,470					100	1,470
Periakaramalai Tea & Produce Company Ltd								
	63	1,600					63	1,600
Tata Consumer Products Limited								
	1680	750					1680	750
(Face value Rs.1/- per share)								
(formerly Tata Global Beverages Limited)								
		<u>3,820</u>						<u>3,820</u>
(ii) UNQUOTED:								
L J International Ltd.								
	588	84,416					588	84,416
A V Thomas & Company Ltd.								
	2000	1,500					2000	1,500
A.V.Thomas Investments Co. Ltd.								
	21000	2,10,000					21000	2,10,000
Tea Serve (Face Value ₹ 5000 per share)								
	1	5,000					1	5,000
Dalp Trading and Manufacturing Limited								
	5000	50,000					5000	50,000
Rajagiri Impex Limited *								
	150000	19,26,436					150000	24,65,921
Add/Less: Share of Profit/(Loss) for the year								
		<u>5,39,485</u>						<u>3,82,178</u>
		<u>24,65,921</u>						<u>28,48,099</u>
The Highland Produce Company Limited*								
	12208	27,36,265					12208	27,36,265
AVT International Limited *								
	100	20,000					100	20,000
AVR EdGE Networks Private Limited #								
	119340	2,50,00,000					119340	2,50,00,000
(Face value Rs.100/- per share)								
		<u>3,05,73,102</u>		<u>0</u>		<u>0</u>		<u>3,09,55,280</u>

\* Associate Company # Pvt Limited Company

## THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

### NOTES FORMING PART OF CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH 2021

**NOTE : 11**

**NON-CURRENT INVESTMENTS : (AT COST)**

Description	As at 01-04-2020		Additions		Deductions		As at 31-03-2021	
	No. of Shares/Bonds	Amount (In ₹)	No. of Shares/Bonds	Amount (In ₹)	No. of Shares/Bonds	Amount (In ₹)	No. of Shares/Bonds	Amount (In ₹)
<b>II. SHARES OF CO-OPERATIVE SOCIETIES :</b>								
The Shaliacary Estate Employees Co-operative Society Ltd. (Unquoted)	1	10					1	10
<b>III. INVESTMENT PROPERTIES:</b>								
Purchase of Land for constructing Flat		4,30,10,131						4,30,10,131
Cost of constructing Flat (including fittings and fixtures)		2,43,62,920						2,43,62,920
Purchase of Land		3,19,27,120						3,19,27,120
Value of Land and Building (including fittings and fixtures)		4,54,87,935						4,54,87,935
Less: Depreciation		2,20,18,361						2,44,09,986
		<u>12,27,69,745</u>						<u>12,03,78,120</u>
<b>Total</b>		<u>17,48,38,237</u>		<u>0</u>		<u>1,20,000</u>		<u>16,08,28,790</u>

	<b>31.03.2021</b>	<b>31.03.2020</b>
Aggregate amount of Quoted Investments (Market Value Rs.16,22,079/- and previous year Rs.8,45,259/-)	3,820	3,820
Aggregate amount of Unquoted Investments	4,04,46,850	5,20,64,672
Aggregate amount of Immovable properties	14,47,88,106	14,47,88,106
	<u>18,52,38,776</u>	<u>19,68,56,598</u>
Less: Aggregate Depreciation on Immovable property	2,44,09,986	2,20,18,361
	<u>16,08,28,790</u>	<u>17,48,38,237</u>

(i) Face value of Equity Shares is Rs.10/- each fully paid up, except for those shares where face value has been separately mentioned

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**THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA**

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**NOTES FORMING PART OF CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH, 2021**

	As at 31-03-2021	Amount in ₹ As at 31-03-2020
<b>NOTE: 12</b>		
<b>OTHER NON CURRENT ASSETS</b>		
Deposits	11,94,015	11,94,015
Prepaid Expenses	Nil	11,23,600
	<u>11,94,015</u>	<u>23,17,615</u>





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**THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA**

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**NOTES FORMING PART OF CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH, 2021**

	As at 31-03-2021	Amount in ₹ As at 31-03-2020
<b>NOTE: 14</b>		
<b>INVENTORIES:</b>		
(Valued at lower of cost and net realisable value)		
Finished goods	1,28,95,000	99,92,000
Stores and Spares	91,40,102	56,65,008
Nurseries	24,79,575	15,84,475
	2,45,14,677	1,72,41,483
 <b>NOTE: 15</b>		
<b>TRADE RECEIVABLES:</b>		
Outstanding for more than six months from the date they become due for payment		
Doubtful	Nil	12,95,951
Less: Allowance for bad and doubtful advances	Nil	12,95,951
Total	Nil	Nil
Others		
Unsecured, Considered good	90,22,636	83,22,638
Total	90,22,636	83,22,638
 <b>NOTE: 16</b>		
<b>CASH AND CASH EQUIVALENTS:</b>		
Cash and Stamps on hand	1,14,086	1,35,220
<b>Balances with Scheduled Banks</b>		
in Current account	11,94,742	13,18,147
	13,08,828	14,53,367
in Unpaid Dividend Bank Account	3,64,980	5,30,250
in Unpaid Preference Capital Refund Bank Account	Nil	Nil
in Margin Money deposits accounts	1,15,06,577	1,09,87,686
	1,18,71,557	1,15,17,936
	1,31,80,385	1,29,71,303
Bank deposits with more than 12 months	Nil	Nil

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**THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA**

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**NOTES FORMING PART OF CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH, 2021**

	As at 31-03-2021	Amount in ₹ As at 31-03-2020
<b>NOTE: 17</b>		
<b>SHORT TERM LOANS AND ADVANCES:</b>		
<b>Unsecured, Considered good</b>		
Advances recoverable in cash or in kind or for value to be received.	1,24,28,196	1,32,56,163
Input tax credits receivable	26,23,196	24,58,285
Advances on account of Capital Works		
Deposits with NABARD	3,05,94,734	3,05,94,734
Tax payments pending adjustments	66,39,152	50,61,135
MAT Credit entitlement	2,00,000	2,00,000
	<u>5,24,85,278</u>	<u>5,15,70,317</u>

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**THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA**

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**NOTES FORMING PART OF CONSOLIDATED STATEMENT OF PROFIT & LOSS  
FOR THE YEAR ENDED 31ST MARCH 2021**

	For the year ended 31-03-2021	(Amount in ₹) For the year ended 31-03-2020
<b>NOTE: 18</b>		
<b>SALE OF PRODUCTS:</b>		
Rubber	12,89,71,210	13,22,13,426
Tea	4,67,00,479	5,07,23,892
Cardamom	1,45,47,837	1,46,77,692
Minor Produce	18,90,714	27,50,330
Tea waste sale	84,000	4,65,000
Green Leaf sale	4,31,846	Nil
<b>SALE OF SERVICES:</b>		
Processing Income	1,33,13,452	1,15,15,721
	<u>20,59,39,538</u>	<u>21,23,46,061</u>
<b>NOTE: 19</b>		
<b>OTHER INCOME:</b>		
Income from non-current Investments	83,88,719	19,62,047
Income from Current Investments	Nil	47,853
Interest Received		
From Banks	6,07,627	13,16,950
Others	4,73,345	8,08,921
Dividends from Current Investments		
Livestock Receipts - Stake money and others	16,69,124	1,42,70,800
Profit on Sale of Assets	7,27,823	5,93,709
Insurance claim received	12,500	21,39,227
Rent Received	68,18,581	68,14,595
Miscellaneous Receipts	25,74,112	21,80,288
Provision no longer required written back	17,85,335	4,85,638
	<u>2,30,57,166</u>	<u>3,06,20,028</u>
<b>NOTE: 20</b>		
<b>COST OF MATERIAL CONSUMED:</b>		
Raw Material Consumed		
Latex Procured	1,24,88,017	92,02,448
Bought Leaf	1,09,09,023	1,70,66,160
	<u>2,33,97,040</u>	<u>2,62,68,608</u>
<b>NOTE: 21</b>		
<b>OTHER MANUFACTURING EXPENSES:</b>		
Power and fuel consumed	87,12,977	1,32,67,424
Stores, spares, chemicals and packing materials consumed	2,15,08,506	2,19,70,835
Transport and Warehousing	30,38,644	34,12,180
Repairs - Plant and Machinery	18,65,605	19,40,381
Repairs - Buildings	43,91,921	31,75,866
	<u>3,95,17,653</u>	<u>4,37,66,686</u>

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**THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA**

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**NOTES FORMING PART OF CONSOLIDATED STATEMENT OF PROFIT & LOSS  
FOR THE YEAR ENDED 31ST MARCH 2021**

	For the year ended 31-03-2021	(Amount in ₹) For the year ended 31-03-2020
<b>NOTE: 22</b>		
<b>CHANGE IN INVENTORIES/STOCK-IN-TRADE:</b>		
<b>OPENING STOCK :</b>		
Rubber	53,55,000	42,18,000
Tea	43,46,000	52,27,000
Cardamom	2,91,000	Nil
	99,92,000	94,45,000
<b>CLOSING STOCK :</b>		
Rubber	73,42,000	53,55,000
Tea	38,13,000	43,46,000
Cardamom	17,40,000	2,91,000
	1,28,95,000	99,92,000
	(29,03,000)	5,47,000
<b>NOTE: 23</b>		
<b>EMPLOYEE BENEFIT EXPENSES</b>		
Salaries and Wages	14,24,56,927	15,22,59,803
Contribution to Provident and other Funds	1,43,91,518	1,53,14,111
Provision for Gratuity [Refer Note No.27 (7)]	32,98,775	39,84,825
Provision for Leave Encashment [Refer Note No.27 (7)]	4,27,640	5,08,135
Welfare Expenses	69,60,514	76,47,197
	16,75,35,374	17,97,14,071
<b>NOTE: 24</b>		
<b>FINANCE COSTS:</b>		
Interest	1,60,77,729	1,11,15,731
Other finance cost	3,77,600	4,13,992
	1,64,55,329	1,15,29,723

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**THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA**

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**NOTES FORMING PART OF CONSOLIDATED STATEMENT OF PROFIT & LOSS  
FOR THE YEAR ENDED 31ST MARCH 2021**

	For the year ended 31-03-2021	(Amount in ₹) For the year ended 31-03-2020
<b>NOTE: 25</b>		
<b>LIVE STOCK EXPENDITURE:</b>		
Live Stock - Broodmares/Race Horses		
Maintenance and other expenses	1,55,59,424	2,07,43,376
Livestock written off	1,81,69,750	95,67,500
Loss on sale of horses	36,15,000	19,75,000
Less: Sale of horses	(7,61,400)	(95,000)
	<u>3,65,82,774</u>	<u>3,21,90,876</u>
 <b>NOTE: 26</b>		
<b>OTHER EXPENSES:</b>		
Rent and Amenities	3,98,403	3,80,730
Rates and Taxes	21,47,582	33,51,707
Brokerage and Commission	14,77,048	16,30,866
Repairs and Maintenance :-		
Buildings	8,78,537	11,41,420
Plant and Machinery	2,86,442	2,00,976
Vehicles	20,34,268	30,19,702
Others	1,27,851	3,54,041
Printing and Stationery	4,01,225	4,99,819
Postage and Telephones	5,25,355	5,44,139
Legal Expenses	6,48,614	8,29,831
Directors' Sitting Fees	80,000	1,10,000
Auditor's Remuneration:-		
For Audit	8,50,000	8,50,000
For Certification / Tax Audit	2,97,500	3,92,500
For Tax Representation	4,04,500	3,10,000
For Travelling and other Expenses	1,65,000	75,000
Insurance	17,31,473	16,04,292
Advertisement	59,920	1,55,171
Bank Charges	37,552	58,436
Travelling Expenses	5,64,220	28,90,472
Sundry debit balances not receivable written off	19,01,108	15,87,646
Rubber Rehabilitation Allowance	6,83,441	7,36,098
Professional Fees	4,56,150	12,81,352
Miscellaneous Expenses	39,79,683	43,97,238
Diminution in value of investments	Nil	5,08,440
	<u>2,01,35,872</u>	<u>2,69,09,876</u>

## THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

### NOTES ON CONSOLIDATED ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2021

	Year ended 31st March 2021	%	Previous Year	
<b>NOTE: 27</b>				
<b>OTHER NOTES:</b>				
<b>1. PARTICULARS OF CONSUMPTION:</b>	Value in ₹	%	Value in ₹	%
(a) Raw Materials:				
(i) Latex - Indigenous	1,24,88,017	100	92,02,448	100
(ii) Bought Leaf - Indigenous	1,09,09,023	100	1,70,66,160	100
	2,33,97,040		2,62,68,608	
(b) Stores and Spares				
Indigenous	2,15,08,506	100	2,19,70,835	100
Imported	Nil		Nil	
	2,15,08,506	100	2,19,70,835	100
			Year ended 31st March 2021 (In ₹)	Previous Year (In ₹)
<b>2. C.I.F. VALUE OF IMPORTS:</b>			Nil	Nil
<b>3. EARNINGS / EXPENDITURE IN FOREIGN CURRENCY:</b>				
a) Earnings:			Nil	Nil
b) Expenditure				
Foreign Travel			Nil	4,76,483
<b>4. EARNINGS PER SHARE:</b>				
Profit after Taxation			(7,80,05,526)	(8,34,75,920)
Number of Equity Shares outstanding at the end of the year			4,88,500	4,88,500
Earnings per Share (Basic and Diluted)			(159.68)	(170.88)
<b>5. Total outstanding to Micro and Small Enterprises (SMEs)</b>				
The information regarding dues to Micro, Small and Medium Enterprises as required under Micro, Small and Medium Enterprise Development (MSMED) Act, 2006 as on 31st March 2021 is furnished below:				
(a) The Principal amount and the interest due there on remaining unpaid to any supplier as at the end of the accounting year				
(i) Principal due to Micro and Small Enterprise			4,15,454	60,146
(ii) Principal due to Medium Enterprise			Nil	Nil
(iii) Interest			Nil	Nil
(b) The amount of interest paid by the buyer under MSMED Act, 2006 along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year			Nil	Nil
(c) The amount of interest due and payable for the period (Where the principal has been paid but interest under the MSMED Act, 2006 not paid)			Nil	Nil
(d) The amount of interest accrued and remaining unpaid at the end of the accounting year			Nil	Nil
(e) The amount of further interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid to the small enterprise, for the purpose of disallowance as a deductible expenditure under Section 23.			Nil	Nil

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## THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

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### NOTES ON CONSOLIDATED ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2021

NOTE : 27 (Contd..)

OTHER NOTES (Contd..)

	Year Ended 31st March 2021 Rs.	Previous Year Rs.
<b>6 CONTINGENT LIABILITIES:</b>		
a) Sales-tax demands disputed in appeals, against which ₹ 30,80,569/- is paid and included under Other Current Assets	1,16,12,000	1,16,12,000
b) Claims against the Company not acknowledged as debts	9,50,000	9,50,000
c) Estimated amount of Contracts remaining to be executed on Capital Account	Nil	Nil
d) The retrospective effect from 01.04.2014 of the operations and implementations of the Payment of Bonus (Amendment) Act, 2015 has been stayed by Hon. High Court of Kerala. Considering the same, the Company has not provided for the additional liability.		
e) The future cash outflow on the above items are determinable only on receipt of decision/judgement that is pending at various forms/authorities. The Company does not expect the outcome of these proceedings to have a materially adverse effect on its financial results.		

### 7 Employee Benefits:

i) Defined Benefit Plans:

a) Description of the Company's defined benefit plan:

i) Gratuity Scheme:

This is a funded defined benefit plan for qualifying employees for which, the Company makes contribution to the Gratuity Fund managed by the Life Insurance Corporation of India. The scheme provides for a lumpsum payment to vested employees at retirement, death while in employment or on termination of employment. Vesting occurs upon completion of five years of service.

ii) Leave Encashment:

The company also operates a non funded leave encashment scheme for its employees.



## THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

### NOTES ON CONSOLIDATED ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2021

NOTE: 27 (Contd.)

OTHER NOTES (Contd..)

#### 7. Employee Benefits (Contd..)

b) Reconciliation of changes in the Present Value of Obligation:

(In ₹)

	As at 31.03.2021		As at 31.03.2020	
	Gratuity (Funded Plan)	Leave Encashment (Non Funded Plan)	Gratuity (Funded Plan)	Leave Encashment (Non Funded Plan)
Present Value of the Obligation as on 1.04.2020	7,34,28,128	29,55,688	6,96,13,651	24,47,553
Current Service Cost	48,28,066	3,41,895	44,19,196	3,20,115
Interest Cost	47,31,191	1,91,168	50,00,015	1,73,800
Benefits Paid	(77,03,573)	(2,88,784)	(53,58,080)	(2,41,833)
Actuarial loss / (gain)	(6,92,399)	1,83,361	(2,46,654)	2,56,053
Present Value of the Obligation as on 31.03.2021	7,45,91,413	33,83,328	7,34,28,128	29,55,688
c) Reconciliation of changes in the fair value of Plan Assets:				
Fair Value of Plan Assets as on 1.04.2020	6,94,43,303	Nil	6,59,43,020	Nil
Adjustment to Opening Fair Value of Plan Assets				
Expected return on plan assets	46,22,300	Nil	48,85,300	Nil
Contribution by the Company	47,65,577	2,88,784	42,68,624	2,41,833
Benefits Paid	(77,03,573)	(2,88,784)	(53,58,080)	(2,41,833)
Actuarial gain / (loss)	1,65,031	Nil	(2,95,561)	Nil
Fair Value of Plan Assets as on 31.03.2021	7,12,92,638	Nil	6,94,43,303	Nil
d) The total expense recognised in the profit and loss account is as follows:				
Current Service Cost	48,28,066	3,41,895	44,19,196	3,20,115
Interest Cost	47,31,191	1,91,168	50,00,015	1,73,800
Expected return on plan assets	(46,22,300)	NA	(48,85,300)	NA
Net Actuarial (gain) / loss recognised in the year	(8,57,430)	1,83,361	48,907	2,56,053
	40,79,527	7,16,424	45,82,818	7,49,968
e) Reconciliation of Net Liability recognised in the balance sheet				
Net Liability as at the beginning of the year	39,84,825	29,55,688	36,70,631	24,47,553
Adjustment to Opening Fair Value of Plan Assets	0			0
Add : Expense as (d) above	40,79,527	7,16,424	45,82,818	7,49,968
Less: Employers Contribution / Payment	47,65,577	2,88,784	42,68,624	2,41,833
Net Liability as at the end of the year	32,98,775	33,83,328	39,84,825	29,55,688
f) Constitution of Plan Assets:				
Investments in LIC Group Gratuity Scheme	7,12,92,638	Not Applicable	6,94,43,303	Not Applicable

## THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

### NOTES ON CONSOLIDATED ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2021

NOTE: 27 (Contd.)

OTHER NOTES (Contd.)

(In ₹)

#### 7 Employee Benefits: (Contd.)

	As at 31.03.2021		As at 31.03.2020	
	Gratuity	Leave	Gratuity	Leave
	(Funded Plan)	(Non Funded Plan)	(Funded Plan)	(Non Funded Plan)
g) Principal actuarial assumptions used as at the Balance Sheet date:				
Discount Rate	6.80%	6.80%	7.47%	7.47%
Salary Escalation Rate	6.00%	6.00%	6.00%	6.00%
Attrition Rate	5.00%	5.00%	5.00%	5.00%
Expected rate of return on plan assets	6.80%	NA	7.47%	NA

The estimates of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors such as demand and supply in the employment market.

h) The amount pertaining to defined benefit plan are as follows:

	<u>31.03.2021</u>	<u>31.03.2020</u>	<u>31.03.2019</u>	<u>31.03.2018</u>	<u>31.03.2017</u>
Gratuity funded plan					
Defined Benefit Obligation	7,45,91,413	7,34,28,128	6,96,13,651	6,51,81,882	6,38,02,188
Plan Assets	7,12,92,638	6,94,43,303	6,59,43,020	6,43,68,483	6,06,18,003
Surplus/(Deficit)	(32,98,775)	(39,84,825)	(36,70,631)	(8,13,399)	(31,84,185)
Experience adjustment - Plan Liability	(6,92,399)	(2,46,654)	3,12,941	(27,82,258)	(2,69,160)
Experience adjustment - Plan Assets	1,65,031	(2,95,561)	1,09,662	4,86,754	(2,05,004)

The Company expects to fund ₹ 36.00 lakhs towards its Gratuity Plan during the year 2021-2022.

ii) Defined Contribution Plans:

The Company makes contribution towards employees' provident fund, family pension fund, super annuation fund and employees' state insurance scheme. Under the rules of these schemes, the Company is required to contribute a specified percentage of payroll costs. The Company during the year recognised Rs.1,31,61,271/- as expense towards contributions to these plans.

#### 8 LAND:

- The petition filed by the Company with the Government for assignment of Kuthakapattam land of 3.52 acres in Shaliacary Estate of the Company planted in 1968, has been rejected by the Government vide order dated 21-12-2006. The Company has challenged this order by filing a writ petition before the Honourable High Court of Kerala and the writ petition has been dismissed and the Government has the powers to take over this land. The Company has filed an application to the Tahsildar (Land Acquisition) on 16-01-2016 suggesting a take over of alternate land, since the same is under Rubber Plantations. This application is pending before the authorities.
- The order of the Taluk Land Board under the Kerala Land Reforms Act, 1963 requiring the Company to surrender the alleged excess land of 290.85 acres (117.705 Hectares) in Chulika and erstwhile Poonoor Estate has been confirmed by the High Court of Kerala in CRP 1822/1994 dated 24th May 2011 directing surrender of the entire 290.85 acres. Out of the above 290.85 acres, 200.23 acres forms part of forest land in Chulika Estate which was already vested with the Government under a different Act. The issue was concerning 90.62 acres (falling under Survey No. 2/1 B of Raroth Village, Calicut District) in erstwhile Poonoor Estate. Since this part of the land is no more in our possession, the Taluk Land Board, Vythiri, Wayanad District, directed us to surrender an equivalent extent of land in Chulika Estate vide order

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## THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

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### NOTES ON CONSOLIDATED ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2020

#### NOTE: 27 OTHER NOTES (Contd..)

##### 8 LAND (Contd..)

dated 22-05-2012. This order was challenged before the Hon'ble High Court of Kerala in CRP 263/2012 and the Hon'ble High Court of Kerala by its order dated 19-11-2014 has directed the Taluk Land Board to proceed as per the earlier order of the Hon'ble High Court of Kerala in CRP 1822/1994 and take over the excess land of 200.23 acres in Chulika Estate and 90.62 acres in Poonoor Estate. The Management again has challenged this in the Hon'ble High Court in CRP No. 436/2016 and a stay (stay order dated 02-11-2016) has been obtained. This stay is in vogue.

- c) (i) During 1974-75 the Forest Department had vested 93.18 Acres (37.10 Hectares) falling as enclaves in blocks within the planted area. The Company's application before the Forest Tribunal in OA No.94/1975 was dismissed on 10-02-2009. The Management challenged this order before the Hon'ble High Court of Kerala in Case No. MFA 284/2009 and the matter is pending.
- (ii) In the year 2001, the Forest Department vested two blocks namely 108.67 Acres (43.8200 Hectares) and 21.45 Acres (8.650 Hectares). The Company's application before the Forest Tribunal, Kozhikode in OA 47 of 2001 was dismissed on 29-02-2005. The Management challenged this before the Hon'ble High Court of Kerala. The Court decided that 21.45 Acres cannot be vested as forest. The Forest Department filed a Review Petition (RP No. 599 of 2010) and the same was dismissed by the Kerala High Court on 18-10-2010. The Management has written to the Forest Department vide letter dated 12-12-2012 to restore this area. We were informed that the Forest Department has gone on appeal before the Hon'ble Supreme Court.
- d) The dispute to title raised by Kerala Varma Raja as having Jenmam right on 250 acres (101.174 Hectares) in erstwhile Poonoor Estate, in a suit OS No.338/1993 in Sub Court, Kozhikode. The Company claims fixity of tenure under the Kerala Land Reforms Act which can only be decided by the Land Tribunal, Kozhikode, and they seized of the matter in Case No.RC 3/2002. A Revenue Inspector was appointed to visit the estate and file his report. The Revenue Inspector inspected the property on 29.6.2003 and has given a favourable report to the Land Tribunal, Kozhikode. The Land Tribunal has heard the submissions and by its order dated 14-03-2019 decided that the Company is a cultivating tenant and therefore enjoys fixity of tenure as per the Kerala Land Reforms Act. The Sub-Court in case no. 338/93 by its judgement dated 30-09-2019 has confirmed that the Company has fixity of tenure and therefore the plaintiff namely Kerala Varma Valia Raja cannot claim recovery of possession.
- e) The Company had acquired the Lease hold rights of approximately 327 Hectares of the Chulika Estate which belonged to Edavalath Kovilakam in 1937 who is one of the matriarchal lineage of Mariveetil Family (Tharavad). Later this lease hold rights were converted into proprietary rights in 1963 through a public Court auction. Mr. Vijaya Kumar Varma Raja belonging to Kadathanath Kovilakam the other matriarchal lineage of Mariveethil Family had purchased the property through a public Court auction in 1964 and by virtue of this purchase the jenmi right (lease hold rights) which belonged to Kadathanath Kovilakam was assigned to him. Later in 2006 Mr Vijaya Kumar Varma Raja had sold his property to Mr Anil Kumar a partner in a partnership firm called "Madthilkandy Plantations" who has now instituted the suit OS 16/2015 for recovery possession of 270 Hectares in Chulika. The Management is a respondent in this suit before the Sub Court, Sultan Battery, Wayanad. Mr. Anil Kumar claims to have purchased the jenmi rights of this property in 1964 through public auction from Kadathanath Kovilakam much after the Company has purchased the property. A commission was appointed by the Court to survey the area under dispute and the Commission Report dated 30-10-2017 was filed in the Sub Court. Management filed objection to the Commission Report and this was set aside by the Lower Court. Management now filed OP No. 1826/2019 before the High Court requesting the High Court to direct the Lower Court to accept our objections. Mr Anilkumar has also filed an interlocutory application in OS.No.16/2015 requesting the Hon'ble High Court to grant a temporary injunction restraining us from alienating or otherwise parting with the property or any portion thereof until the disposal of the suit. Matter has been finally heard and posted for judgement.
- f) Sri. Beeran and Sri Ibrahim, residents of Chulika Estate encroached into the land which is surrounded on all sides with Plantation crop. Total extent of land encroached is 2.40 acres in respect of Sri Beeran and 4.43 acres in respect of Sri Ibrahim. Company filed a suit for perpetual injunction as OS No. 174/2013. The suit was decreed in our favour. Against which Sri Beeran and Ibrahim, filed an appeal Suit as A S No. 30/2016. The Appeal Court by its order dated 13-06-2017 remanded the case back to trial Court for fresh consideration. Company challenged this order before the Hon'ble High Court by filing an appeal as FAO No. 206/2017. The appeal is pending.
- g) The future financial impact/liability, if any, in respect of the above cases which are pending adjudication in various Courts are determined only on receipt of the decision/judgement. Hence the Company has not considered making of any provision on account of the above.

## THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

### NOTES ON CONSOLIDATED ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2021

NOTE : 27 (Contd.)

OTHER NOTES (Contd..)

#### 9 SEGMENT REPORTING:

The operations of the Company relate to Plantation crops, which is the significant business segment and therefore no separate reporting is made.

#### 10 ACCOUNTING FOR TAXES ON INCOME:

The impact of deferred tax on income for the year is considered not material and hence not recognised.

#### 11. RELATED PARTY TRANSACTIONS

Following Associate Companies are related to the Company on account of common control through Constitution of Board / Shareholding:

- |   |   |
|---|---|
| <ul style="list-style-type: none"> <li>- A V Thomas &amp; Company Limited</li> <li>- A V Thomas International Limited</li> <li>- L.J.International Limited</li> <li>- A V Thomas Investments Company Limited</li> <li>- The Highland Produce Company Limited</li> <li>- DALP Trading and Manufacturing Limited</li> <li>- A V Thomas Leather and Allied Products Private Limited</li> </ul> | <ul style="list-style-type: none"> <li>- A V Thomas Exports Limited</li> <li>- Doors and More Wood Products Limited</li> <li>- DALP Benevolent Trust</li> <li>- J Thomas Educational and Benevolent Trust</li> <li>- Rajagiri Impex Limited</li> <li>- AVR Edge Networks Private Limited</li> </ul> |
|---|---|

Key Management Personnel - Mr. Dilip Thomas, Chairman, Mrs. Priyalatha Thomas, Managing Director  
Mr. K Suresh, Joint Managing Director.

Details of Transactions:	Year ended 31.03.2021		Year ended 31.03.2020	
	Associates (In ₹)	Key Management Personnel (Including Relatives) (In ₹)	Associates (In ₹)	Key Management Personnel (Including Relatives) (In ₹)
<b>INCOME</b>				
Sales	1,65,53,972	Nil	1,56,13,628	Nil
Dividend Received	83,72,651	Nil	19,56,000	Nil
Rent Received	16,000	Nil	12,000	Nil
Sale/redemption of Investments	1,20,00,000	Nil	Nil	Nil
<b>EXPENDITURE:</b>				
Purchases	1,00,793	Nil	1,01,420	Nil
C & F/Warehousing Charges paid	2,89,270	Nil	4,48,150	Nil
Rent Paid	12,000	Nil	12,000	Nil
Interest paid	Nil	70,72,131	Nil	24,26,440
Sitting fees paid	Nil	40,000	Nil	40,000
Dividend Paid	Nil	Nil	Nil	Nil
Remuneration paid	Nil	1,04,41,120	Nil	1,04,75,816
Commission/other expenses paid	12,74,034	Nil	13,12,626	Nil
<b>OTHERS:</b>				
Loans taken	Nil	25,00,000	Nil	6,05,00,000
Loans repaid	Nil	Nil	Nil	Nil
<b>BALANCE AS ON 31st MARCH 2021</b>				
Debit Balance	6,67,939	Nil	13,40,098	Nil
Credit Balances	5,45,902	8,00,00,000	86,993	7,75,00,000

# THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

## NOTES ON CONSOLIDATED ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2021

**NOTE: 27 (Contd.)**

**OTHER NOTES (Contd..)**

### 12 Impact of COVID 19

The outbreak of CORONA Virus (COVID 19) pandemic globally and in India is causing significant disturbance and slowdown of economic activity. In the preparation of financial statements, the Company has considered probable effects from the pandemic relating to COVID 19 on the carrying amount of the Inventories, Receivables, Other Assets and the possible impacts of non-fulfilment of Liabilities. The Company has evaluated impact of this pandemic on its business operations and based on its review and current indicators of future economic conditions. The Company is engaged in the business of harvesting and manufacturing of Rubber, tea which is considered as an essential commodity. Therefore, the pandemic has so far had a minimal impact on the business operations of the Company. There is no material impact on the financial results of the Company.

The extent of the impact of COVID 19 on the future operational and finance performance will depend on certain developments including the duration and spread of the out-break, the future impact on employees, vendors all of which are uncertain and cannot be predicted. As the impact of COVID 19, if any on the future operational and financial performance of the Company would be different from management estimates in this regard, the Company will continue to closely monitor any changes as they emerge.

### 13 Disclosure as per Part III of Schedule III

Name of the entity in the company	Net assets (Total assets - Total liabilities)		Share in profit and loss	
	As % of consolidated net assets	Amount	As % of consolidated profit and loss	Amount
Associates (Investment as per the equity method) - Indian				
Rajagiri Impex Limited	1.49%	28,41,840	0.49%	3,82,178
<b>Total</b>	<b>1.49%</b>	<b>28,41,840</b>	<b>0.49%</b>	<b>3,82,178</b>

### 14 The Code on Social Security, 2020

The Social Security Code relating to Employee Benefit during employment and post employment benefit received presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified. The Company will assess the impact of the code when it comes into effect

### 15 Previous year's figures have been re-grouped wherever considered necessary.

Vide our report of date attached

For SURI & CO.

*Chartered Accountants*

*Firm Regn.No.004283S*

G. RENGARAJAN

*Partner*

*Membership No. 219922*

For and on behalf of the Board

DILIP THOMAS

*Chairman*

DIN: 00052185

PRIYALATHA THOMAS

*Managing Director*

DIN: 00052237

Place : Chennai

Date : 09.09.2021

## THE RAJAGIRI RUBBER & PRODUCE COMPANY LIMITED, ALAPPUZHA

### Particulars of Profits, Provisions, Dividends paid, Etc. (For the last 10 Years)

Season	Net Profit before taxation	Depreciation Written off	Provision for taxation	Allocation to reserve funds	Reserve funds todate	DIVIDENDS PAID ON	
						Equity Shares	
						Amount ₹	%
2011/2012	7,89,62,814	1,02,15,877	1,75,00,000	4,00,00,000	49,79,95,241	1,95,40,000	400
2012/2013	(68,74,539)	1,08,38,865	6,00,000	7,50,000	48,59,08,442	24,42,500	50
2013/2014	1,65,26,987	1,05,69,577	31,00,000	17,00,000	49,36,62,225	48,85,000	100
2014/2015	(2,75,41,248)	1,14,56,057	8,00,000	-	46,66,79,557	-	-
2015/2016	(3,44,57,207)	89,67,621	-	-	43,22,66,141	-	-
2016/2017	(2,13,84,134)	79,73,958	-	-	41,52,61,710	-	-
2017/2018	(2,60,68,803)	66,42,500	-	-	40,20,71,157	-	-
2018/2019	(6,12,94,059)	59,50,675	-	-	34,12,43,606	-	-
2019/2020	(8,40,15,405)	70,68,071	-	-	26,00,22,851	-	-
2020/2021	(7,83,87,704)	65,33,122	-	-	18,40,96,677	-	-

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**THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA**

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**Area As On 01-04-2021  
(In Hectares)**

	Rajagiri Estate	Shaliacary Estate	Total
	Rubber		
Mature	217.01	419.76	636.77
Immature	72.16	140.70	212.86
Centrifuging Plant		3.52	3.52
Nurseries, Fuel Clearing, Minor Produce, Roads, Buildings etc	26.10	52.29	78.39
<b>TOTAL</b>	<b>315.27</b>	<b>616.27</b>	<b>931.54</b>

**Area as on 01.04.2021**

	CHULIKA ESTATE (In Hectares)
TEA :	140.39
CARDAMOM :	214.00
Nurseries, Fuel & Timber Clearings, Minor Produce, Roads, Buildings, etc.	60.60
<b>Total</b>	<b>414.99</b>

# THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED

Registered Office: W-21/674, BEACH ROAD, ALAPPUZHA-688012

CIN: U25191KL1937PLC000979

Email id: avt.alapuzha@gmail.com Website: www.rajagirirubber.in

**Form No. MGT-11**

**PROXY FORM**

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

Corporate Identity Number ( CIN) : U25191KL1937PLC000979  
Name of the Company : THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED  
Registered Office : W-21/674, Beach Road, Alappuzha-688 012

Name of the member (s) :

Registered address :

E-mail Id :

Folio No :

Name of the member(s) :

Registered address :

E-mail Id :

Folio No/Client :

DPID :

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

1. Name :  
Address :  
E-mail Id :  
Signature : ..... or failing him

2. Name :  
Address :  
E-mail Id :  
Signature : ..... or failing him

3. Name :  
Address :  
E-mail Id :  
Signature : .....

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 84<sup>th</sup> Annual General Meeting of the Company, to be held on Thursday the 21<sup>st</sup> day of October, 2021 at 11.00 A.M at the Registered Office at W-21/674, Beach Road, Alappuzha-688 012 and at any adjournment thereof in respect of such resolutions as are indicated overleaf.

Signed this..... day of ..... 2021

Signature of shareholder

Signature of Proxy holder(s)

Affix  
Revenue  
Stamp

**Note : This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting**



<b>Resolution Number</b>	<b>Resolution</b>
<b>Ordinary Business</b>	
1.	Adoption of Audited Financial statements ( including the Consolidated Financial Statements) for the year ended 31 <sup>st</sup> March 2021, the Reports of the Board of Directors and Auditors thereon
2.	Appointment of Director in place of Mr. R.Venugopalan who retires by rotation and is eligible for re-appointment

# THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED

Registered Office: W-21/674, BEACH ROAD, ALAPPUZHA-688012

CIN: U25191KL1937PLC000979

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## ATTENDANCE SLIP

I hereby record my presence at the 84<sup>th</sup> Annual General Meeting of the Company at 11.00 A.M on Thursday the 21<sup>st</sup> day of October 2021 at the Registered Office of the Company at W-21/674, Beach Road, Alleppey-688012

Folio No/DPID

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-----  
Full Name of the \*Shareholder/ proxy (in Block letters)

-----  
Signature of \*Shareholder/ Proxy

\* Strike out whichever is not applicable

Email ID:.....

NOTE: Shareholders attending the meeting in Person/ Proxy are requested to complete the Attendance Slip and hand over at the entrance of the Meeting Hall.

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED  
 Registered Office: W-21/674, Beach Road, Alappuzha-688012  
 CIN: U25191KL1937PLC000979

ROUTE MAP

