

**THE RAJAGIRI
RUBBER AND PRODUCE COMPANY LTD.**

**86th
ANNUAL REPORT & ACCOUNTS
2022 - 2023**

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

Mr. R.Venugopalan

AUDITORS

Suri & Co.

Chartered Accountants

Guna Complex, No.443 & 445

4th Floor, Main Building, Anna Salai,

Chennai - 600 018

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

Website : 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

NOTICE TO SHAREHOLDERS

NOTICE is hereby given that the EIGHTY SIXTH 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 Tuesday the 26th September, 2023 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, 2023, the reports of the Board of Directors and Auditors thereon.
2. To appoint a Director in place of Mr. K.Suresh (DIN: 00255162) who retires by rotation and being eligible has offered himself for re-appointment.
3. To appoint a Director in place of Mr. K,S,Manian (DIN: 00753290) who retires by rotation and being eligible has offered himself for re-appointment.

SPECIAL BUSINESS :

4. Re-appointment of Mrs.Priyalatha Thomas (DIN:00052237) as Managing Director

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

RESOLVED:" That consent and /or approval be and is hereby accorded by the shareholders , pursuant to Section 196 and other applicable provisions, if any, of The Companies Act, 2013, read together with Part I of Schedule V of the said Act, (including any statutory modifications and / or re-enactments thereof , for the time being in force) Mrs. Priyalatha Thomas (DIN:00052237) be and is hereby re-appointed as Managing Director of the Company for a tenure of three years, commencing from 1st June, 2023 and ending on 31st May, 2026, who shall not be subject to retirement by rotation during the tenure and shall not be taken into account for the purpose of computing one third of the total number of Directors liable to retire by rotation under Section 152 of The Companies Act, 2013".

5. To fix Managerial Remuneration to Mrs.Priyalatha Thomas , Managing Director

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

(i) RESOLVED : "That consent and/or approval be and is hereby accorded pursuant to Sections 197 and other applicable provisions, if any, of The Companies Act, 2013, read together with Section II in Part II of Schedule V of the said Act, (including any statutory modifications and/or re-enactments thereof for the time being in force), Mrs.Priyalatha Thomas on her re-appointment as Managing Director of the Company for a period of three years from 1st June, 2023 and ending on 31st May, 2026 be and is hereby remunerated, without entitlement to sitting fees, by way of monthly salary and allowances, perquisites and/or benefits as may be determined by the Board within the ceiling limit as applicable and prescribed in Paragraph (A) in Section II in Part II of Schedule V of the said Act, or such other ceiling limits as may be statutorily applicable from time to time, computed with reference to "Effective Capital" of the Company, notwithstanding the fact that the Company has no profits and/or its profits are inadequate in any financial year during the tenure of her re-appointment commencing from 1st June, 2023 and ending on 31st May, 2026 ".

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

- 1) Salary from 1st June, 2023 : Rs.4,50,000/- (Rupees Four lakhs fifty thousand only) per month.
- 2) Perquisites and other benefits, which shall not be included and/or considered as remuneration for the purpose of calculating the ceiling limit, specified by the statute from time to time, in Section IV of Part II of Schedule V to The Companies Act, 2013
 - a) Contribution to Provident Fund at 12% (Twelve Percent) of the monthly salary in accordance with the Rules of the Company as are in force, or at the rate as specified by the statute from time to time.
 - b) Contribution to Superannuation Fund at the rate of 15% (Fifteen percent) of the monthly salary, in accordance with the rules of the Company as are in force, or at the rate as specified by the statute from time to time.
 - c) Gratuity payable at the rate of half-a-month's salary for each completed year of service, subject to the monetary ceiling limit as may be prescribed by the statute from time to time.
 - d) Encashment of leave at the end of the tenure
 - e) Provision for use of Company's Car and communication facilities at her residence for official purpose.
- (ii) RESOLVED FURTHER: "That the re-appointment of Mrs.Priyalatha Thomas as Managing Director and payment of remuneration to her shall be upon the terms and conditions as set out in the agreement to be entered into between the Company and Mrs.Priyalatha Thomas and is specifically sanctioned, with the liberty and power to the Board of Directors and, at its discretion, to revise the payment of salary and allowances, to re-fix perquisites and/or benefits within the ceiling limits as prescribed in Paragraph (A) in Section II in Part II of Schedule V of the Companies Act, 2013 and also to alter and vary from time to time the said agreement prescribing the terms and conditions of re-appointment in such manner, the Board of Directors may deem it appropriate and expedient and that the Board of Directors be and is hereby authorised to do such acts, deeds and things as are considered necessary to give effect to these resolutions without further reference to the shareholders".

Chennai
9th August, 2023

By Order of the Board
For THE RAJAGIRI RUBBER & PRODUCE CO., LTD.
DILIP THOMAS
Chairman
DIN: 00052185

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

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. The Explanatory statement pursuant to Section 102 of the Companies Act, 2013, which sets out details relating to Special business at the meeting is annexed hereto.
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 Scrutinizers by email through its registered email address to vsassociates16@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 Directors seeking re-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 19th September, 2023 (Tuesday) to 26th September, 2023 (Tuesday) both days inclusive.
8. Members are requested to notify immediately any change in their address, email ID and Bank account details 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 dematerialised 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. 2022-2023, 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 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 or from Company's Registrar and Share Transfer Agent.
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 2013-14 to the Investor Education and Protection Fund (the IEPF) established by the Central Government. 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 claimed for seven consecutive years to the IEPF Authority.

The Members/ Claimants whose shares/unclaimed dividends have been transferred to IEPF may claim the shares/ dividends by making an application to IEPF Authority in Form IEPF-5 (available on www.iepf.gov.in) along with requisite fee applicable from time to time. The Member/ Claimant can file only one consolidated claim in a financial year as per the IEPF Rules.

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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 Notice of the 86th Annual General Meeting and the Annual Report for 2022-2023 will also be available on the Company's website 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 agents's email id: investor@cameoindia.com
15. Members whose names appear on the Register of Members/ List of Beneficial Owners as on Cut-off date i.e 18th September 2023 will be considered for the purpose of availing Remote e.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.
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) Rules 2014, the Company is pleased to provide Members facility to exercise their right to vote at the 86th 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.
- (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 23rd September 2023 Saturday (9:00 a.m.) and ends on 25th September, 2023, Monday (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 18th September 2023 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.

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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 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 CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at 1800 22 5533.
Individual Shareholders holding securities in Demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at toll free no.: 1800 1020 990 and 1800 22 44 30

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

- (i) The shareholders should log on to the e-voting website www.evotingindia.com
- (ii) Click on "Shareholders" tab.
- (iii) 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
- (iv) Next enter the image Verification as displayed and Click on Login.
- (v) If you are are holding shares in Demat form and had logged on to www.evotingindia.com and voted on an earlier voting of any Company, then your existing password is to be used.
- (vi) If you are a first time user follow the steps given below:

For Members holding shares in Demat Form and Physical Form	
PAN*	Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department <ul style="list-style-type: none"> • 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. • <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>
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).

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- (vii) After entering these details appropriately, click on “SUBMIT” tab.
- (viii) 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.
- (ix) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (x) Click on the EVSN for The Rajagiri Rubber and Produce Company Limited on which you choose to vote.
- (xi) 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.
- (xii) Click on the “RESOLUTIONS FILE LINK” if you wish to view the entire Resolutions.
- (xiii) 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.
- (xiv) Once you “CONFIRM” your vote on the resolution, you will not be allowed to modify your vote.
- (xv) You can also take out print of the voting done by you by clicking on “Click here to print” option on the Voting page.
- (xvi) 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.
- (xvii) 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
- (xviii) 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.
 - 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 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.
- (xix) 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, under help section or write an email to helpdesk.evoting@cdslindia.com

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General Instructions

- (i) The Board of Directors have appointed M/s. V. Suresh Associates, Practising Company Secretaries, No.28, Ganapathy Colony, 3rd Street, Teynampet, Chennai - 600 018 as the Scrutinizers to scrutinize the e-Voting process in a fair and transparent manner.
- (ii) The Scrutinizers 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 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. The results shall also be displayed in the notice board at the Registered Office of the Company.
- (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 18th September 2023. 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 Explanatory Statement pursuant to Section 102 of the Companies Act 2013, which sets out the details relating to Special Business at the meeting is annexed hereto and shall be taken as forming part of this Notice.

SPECIAL BUSINESS :

Item Nos.4 and 5 of the Notice :

The Board of Directors of the Company at their Meeting held on 28th February, 2023 decided to re-appoint Mrs.Priyalatha Thomas who is having fruitful exposure in the plantations industry and trade relations abroad, as Managing Director of the Company for a period of three years from 1st June, 2023 to 31st May, 2026 subject to the approval of the shareholders at the Annual General Meeting as required under Section 196 read with Schedule V of The Companies Act, 2013.

In consideration of the performance, the Board of Directors of the Company at their meeting held on 28th February, 2023 had also approved payment of managerial remuneration to Mrs.Priyalatha Thomas, on her re-appointment as Managing Director of the Company, which shall not exceed the monetary ceiling limit of Rs.7,00,000/- (Rupees Seven Lakhs only) per month prescribed in Paragraph (A) in Section II in Part II of Schedule V of the Companies Act, 2013 or such other ceiling limits as may be statutorily applicable from time to time, computed with reference to "Effective Capital " of the Company as prescribed therein during her tenure of office as Managing Director.

Statement of disclosure pursuant to Schedule V to the Companies Act, 2013

The following disclosures are being made in relation to the re-appointment and payment of remuneration to Mrs.Priyalatha Thomas, Managing Director.

I GENERAL INFORMATION ABOUT THE COMPANY :

1. The Company is mainly engaged in the business of plantations.
2. The Company is an existing Company, having commenced the business on 2nd June, 1937.
3. Clause 3 is not applicable since it is an existing Company.
4. Income from operations during 2022-2023 was Rs.2457.02 lakhs and the operating loss before charge of depreciation was Rs.236.52 lakhs against income from operations of Rs.2833.04 lakhs and loss before charge of depreciation of Rs.395.32 lakhs during the year 2021-22.
5. The Company has not made any exports during 2022-23 and 2021-22 and no foreign investments are made and the Company has not entered into any foreign collaborations.
6. The Company has not made any default in repayment of its debts (including public deposits) or interest payable thereon for a continuous period of thirty days in the preceding financial year.

II INFORMATION ABOUT APPOINTEE :

1. Mrs. Priyalatha Thomas , aged 63 years is a post graduate and has been with the Company since 1998 as Director and as Executive Director of the Company from 2005. She is having good trade relations abroad besides fruitful experience in the Plantation Industry.
2. Mrs. Priyalatha Thomas, Managing Director has been remunerated during the financial year ended 31st March, 2023 by the Company as detailed hereunder.

Salary	Rs. 47,52,000
Contribution to Provident and other funds	Rs. 6,48,000
Total	Rs. 54,00,000

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

3. Mrs. Priyalatha Thomas has been entrusted with powers of management of General Administration and business development subject to the superintendence, control and directions of the Board of Directors and she is responsible for the day to day management of the company.
4. The Board has proposed managerial remuneration to Mrs. Priyalatha Thomas within the ceiling limit of Rs.7,00,000/- (Rupees Seven lakhs only) per month, as prescribed by Paragraph (A) in Section II in Part II of Schedule V of the Companies Act, 2013 until otherwise determined by the Board during the tenure of her re-appointment commencing from 1st June, 2023 and ending on 31st May, 2026 .
5. The proposed remuneration package with respect to the industry is not comparable, considering the nature and size of the business operations carried on by the Company. However, taking into consideration the profile of the appointee and the responsibilities entrusted to her, the proposed remuneration is considered to be commensurate with the remuneration packages given by other companies, though not in the same industry, to similar senior level appointees.
6. Mrs. Priyalatha Thomas besides receiving remuneration for her services rendered as Managing Director does not have any other pecuniary relationship with the Company and its managerial personnel.

III OTHER INFORMATION

- (1) The Company suffered losses during the year on account of decrease in production of Cardamom and prices realized were also lower. Though the production of Tea & Rubber was marginally increased due to favourable weather conditions, the prices realised were lower.
- (2) The Company has undertaken various measures to improve profitability by ensuring operational efficiencies in its plantations besides implementing several cost reduction measures.
- (3) These are expected to yield positive results in the coming years and lead to better financial performances.

After the resolutions are passed by the shareholders of the Company in the Annual General Meeting, the Company shall enter into an agreement with the Managing Director Mrs. Priyalatha Thomas incorporating therein the terms, conditions of her re-appointment and discharge of functions and duties and payment of remuneration to her.

A copy of the draft agreement to be entered into with the Managing Director is available for inspection during office hours on any working day at the Registered Office of the Company.

Mrs. Priyalatha Thomas, who is not a shareholder of the Company, is interested in the Ordinary Resolutions relating to her re-appointment and to the extent of remuneration received from the Company . Chairman Mr.Dilip Thomas as husband of Mrs.Priyalatha Thomas is also interested in the resolutions.

None of the other Directors/Key Managerial Personnel of the Company / their relatives are in any way is concerned and/or interested, financially or otherwise in the Resolutions.

The Directors recommend the Ordinary Resolutions in Item No.4 & 5 of the Notice for approval of the shareholders.

Chennai
9th August, 2023

By Order of the Board
For THE RAJAGIRI RUBBER & PRODUCE CO., LTD.
DILIP THOMAS
Chairman
DIN: 00052185

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

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 of the Director	Mr. K.Suresh
Date of Birth	3rd February 1956
DIN	00255162
Qualifications	B.Com, Post Graduate Diploma in Advanced marketing
Expertise in Specific functional areas	Mr. K.Suresh has rich experience in Operations, Marketing, Logistics, Materials and General Management
Date of appointment on the Board	01.08.2003
Number of Board Meetings attended during the year 2022-2023	6 (Six)
Relationship with other directors	Not related to any Director
Directorship held in other Companies (excluding foreign companies)	Managing Director The Highland Produce Company Limited Director 1. L.J International Ltd 2. A.V Thomas International Limited 3. Dalp Trading and Manufacturing Limited 4. Doors and More Wood Products Ltd 5. Rajagiri Impex Limited 6. AVR Edge Networks Private Limited
Membership of Committees in other Companies	NIL
Number of shares held in the Company	100

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

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.3

Name of the Director	Mr. K.S Manian
Date of Birth	3rd March 1952
DIN	00753290
Qualifications	Graduate in Electronics Engineering
Expertise in Specific functional areas	Mr. K.S Manian has considerable business experience and wide exposure in industrial and trade circles
Date of appointment on the Board	20.10.2005
Number of Board Meetings attended during the year 2022-2023	4 (Four)
Relationship with other directors	Not related to any Director
Directorship held in other Companies (excluding foreign companies)	Director Global Adjustments Foundation
Membership of Committees in other Companies	NIL
Number of shares held in the Company	9252

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

**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.4

Name of the Director	Mrs. Priyalatha Thomas
Date of Birth	15th July 1960
DIN	00052237
Qualifications	M.A
Expertise in Specific functional areas	Mrs. Priyalatha Thomas has vast experience in Plantation industry, Business Management and Trade relations abroad
Date of appointment on the Board	29.07.1998
Number of Board Meetings attended during the year 2022-2023	5 (Five)
Relationship with other directors	Spouse of Mr. Dilip Thomas, Chairman
Directorship held in other Companies (excluding foreign companies)	Chairman L.J International Ltd Director 1. The Highland Produce Company Ltd 2. A.V Thomas Leather and Allied Products (P) Ltd 3. Dalp Trading and Manufacturing Ltd 4. A.V Thomas International Ltd
Membership of Committees in other Companies	NIL
Number of shares held in the Company	NIL

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

DIRECTORS' REPORT

Your Directors have pleasure in presenting the **EIGHTY SIXTH** Annual Report with the Audited Accounts for the year ended 31st March, 2023.

FINANCIAL RESULTS

	(Rs. in lakhs)	
	2022-23	2021-22
Income from operations & other income	2457.03	2833.04
Profit/(Loss) before Depreciation	(956.86)	(395.32)
Depreciation	49.66	53.23
Extra ordinary item	720.35	-
Profit/(Loss) before Taxation	(286.17)	(448.55)
Less: Provision for taxation	NIL	NIL
Profit / (Loss) after taxation	(286.17)	(448.55)
Add: Surplus/(Loss) brought forward	(2946.21)	(2497.66)
Surplus / (Deficit)	(3232.38)	(2946.21)

DIVIDEND

The Board of Directors have not proposed any dividend for the year ended 31st March 2023 in view of the loss incurred by the Company.

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

There was 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 marginally higher during the year due to favourable weather conditions but the prices realised were lower compared to previous year.

The production of Tea was higher and the prices realised were lower during the year under report.

The Production of Cardamom was lower during the year due to unfavourable whether condition and the prices realised were also 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 application is pending.

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

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 24th 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, an extent of 21.45 acres (8.68 Hectares) was allowed by the High Court of Kerala. The forest department has gone on appeal before the Supreme Court which was disposed in company's favour. The Company has given letter to forest department to restore 21.45 acres (8,65 Hectare) as per High Court order.

The Company had obtained shareholders' approval by way of Postal Ballot on 13th April, 2023 for the sale of Chulika Estate of the Company. As reported in earlier years , there is a Civil case pending against the Company in which the title to the extent of 45% of the area of the Estate is under dispute for possession by virtue of purchase of jenmi rights (leasehold rights) from Kadathanath kovilakam which is contested before sub-court , Sultan Battery. The Company has sold the estate at a price of Rs.54 Crores and as per terms of sale, 50% of the sale consideration is paid to the Company through Bank transfer and the balance 50% is deposited in two Escrow Accounts with the Federal Bank Ltd. This will be settled after the aforesaid case as well as the forest case mentioned in Para 3 above attains finality.

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 Directors Mr. K.Suresh (DIN: 00255162) and Mr.K.S.Manian (DIN:00753290) retire by rotation at the ensuing Annual General Meeting and being eligible offer themselves for re-appointment. The Directors recommend re-appointment of Mr.K.Suresh and Mr.K.S.Manian at the ensuing Annual General Meeting.

The Board of Directors have re-appointed Mrs.Priyalatha Thomas (DIN: 00052237) as Managing Director of the Company for a further period of three years from 1st June 2023 to 31st May, 2026 subject to the approval of shareholders in the General Meeting. Necessary resolutions for the re-appointment and payment of remuneration to Mrs.Priyalatha Thomas, Managing Director are incorporated in the notice convening 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.

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

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

BOARD MEETINGS

During the financial year 2022-23 the Board of Directors met six times. The dates on which the meetings held were 24.05.2022, 06.06.2022, 25.07.2022, 27.09.2022, 21.11.2022 & 28.02.2023. 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.

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 85th Annual General Meeting (AGM) held on 22nd September, 2022 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 90th 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 RECORDS AND 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

DETAILS IN RESPECT OF FRAUDS REPORTED BY AUDITORS UNDER SUB SECTION (12) OF SECTION 143 OTHER THAN THOSE WHICH ARE REPORTABLE TO THE CENTRAL GOVERNMENT

The Auditors of the Company have not reported any fraud as specified under section 143 (12) of the Companies Act, 2013.

INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO THE FINANCIAL STATEMENTS

The Company has internal control systems commensurate with the size and nature of its business and adequate with reference to the financial statements as to ensure that the assets of the company are safeguarded and protected and there is regular review by Management on policies, procedures and internal controls.

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

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. Periodic assessment to identify the risk elements in the business are carried out and management is briefed on the risks, which are classified as financial risks, operational risks and market risks. The Board is informed well in advance about the risks to take effective steps in managing them.

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.

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.

RELATED PARTY TRANSACTIONS

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.

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

DEPOSIT FROM PUBLIC

The Company has not accepted any deposits from public during the year. However, the Company has accepted an amount of Rs.210 lakhs as loan from Directors, under Section 73 read with the Companies (Acceptance of Deposits) Rule, 2014. The Company has also availed Rs.300 lakhs as Intercorporate loan from The Highland Produce Company Limited in which Directors' of this Company are interested.

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.

DETAILS OF APPLICATION MADE OR PROCEEDINGS PENDING UNDER INSOLVENCY AND BANKRUPTCY CODE 2016

There are no applications made or proceedings pending against the Company under the Insolvency and Bankruptcy Code, 2016.

DETAILS OF DIFFERENCE BETWEEN VALUATION AMOUNT ON ONE TIME SETTLEMENT AND VALUATION WHILE AVAILING LOANS FROM BANKS AND FINANCIAL INSTITUTIONS

The Company has not entered into one time settlement with any Banks or Financial Institutions during the year. Hence, disclosure pertaining to difference between amount of the valuation done at the time of one-time settlement and the valuation done while taking loan is not applicable.

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 31st March, 2023, 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, 632 Equity shares during the Financial Year 2022-23 towards which dividend remained unclaimed.

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

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 August, 2023

By Order of the Board
DILIP THOMAS
Chairman
DIN : 00052185

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

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	31.3.2023
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	32.49
6	Profit/Loss for the year	
	i) Considered in Consolidation	0.87
	ii) Not Considered in Consolidation	NIL
7	Total Net Worth	108.29

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

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/ 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 2022-23

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
DIN : 00052185

Chennai
9th August 2023

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 688 kgs of Tea Dividend received on Equity shares	On going transactions On going transactions	1,01,101 6,00,000	Market Rate -	Not Applicable -	Nil Nil
The Highland Produce Co.Ltd.,	Common Control through constitution of Board / shareholding	Sale of rubber firewood Sharing of Employee Cost Dividend received on Equity shares Inter corporate Deposit	On going transactions On going transactions On going transactions On going transactions	3,63,994 59,22,210 1,22,080 3,00,00,000	Market Rate Market Rate - Market Rate	Not Applicable Not Applicable - Not Applicable	Nil Nil Nil Nil
M/s Rajagiri Impex Ltd	Common Control through constitution of Board / shareholding	Sale of 10491 kgs of Cardamom	On going transactions	1,02,41,907	Market Rate	Not Applicable	Nil
Dalp Trading and Manufacturing Limited	Common Control through constitution of Board / shareholding	Rent received for Panampilly Nagar office	On going transactions	12,000	Market Rate	Not Applicable	Nil
L.J International Limited	Common Control through constitution of Board / shareholding	Rent received for Panampilly Nagar office	On going transactions	12,000	Market Rate	Not Applicable	Nil
A.V. Thomas International Ltd.	Common Control through constitution of Board / shareholding	Dividend received on Equity shares	On going transactions	2,500	-	Not Applicable	Nil
The Highland Produce Co. Ltd.,	Common Control through constitution of Board / shareholding	Purchase of 801 kgs of Staff gratis tea Interest on ICD paid Purchase of old Gen Set	On going transactions On going transactions On going transactions	1,04,131 13,61,096 65,000	Market Rate Market Rate Market Rate	Not Applicable Not Applicable Not Applicable	Nil Nil Nil
A.V Thomas and Co.Ltd. W/Island	Common Control through constitution of Board / shareholding	Warehousing charges and other expenses	On going transactions	2,15,465	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
M/s. Rajagiri Impex Ltd	Common Control through constitution of Board / shareholding	Brokerage/ other sales expenses paid	On going transactions	3,44,054	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.

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

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

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 2023, and the statement of profit and loss, and 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.

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, 2023, 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 thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion

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

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

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the 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,

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

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 financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the 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.

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

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

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

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

Report on Other Legal and Regulatory Requirements

1. As required by The Companies (Auditor's Report) Order, 2020 ("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 accounts of the company.
- (d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act
- (e) On the basis of the written representations received from the directors as on 31st March 2023 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2023 from being appointed as a director in terms of Section 164 (2) of the Act.
- (f) With respect to 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 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 Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The company has disclosed the impact of pending litigations on its financial position in its financial statements - Refer Note 29(6) to the financial statements.

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

- 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, 2023.
- iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
- iv. (a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

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

(c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
- v. The company has not declared or paid any dividend during the year, and hence compliance of section 123 of Companies Act, 2013 is not applicable.
- vi. Proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 for maintaining books of account using accounting software which has a feature of recording audit trail (edit log) facility is applicable to the Company with effect from April 1, 2023, and accordingly, reporting under Rule 11(g) of Companies (Audit and Auditors) Rules, 2014 is not applicable for the financial year ended March 31, 2023.

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

G. RENGARAJAN
Partner
Membership No. 219922
UDIN: 23219922BGWKJA1388

Place : Chennai
Date : 09.08.2023

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

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

The Annexure referred to in Independent Auditors' Report to the members of the company on the financial statements for the year ended 31st March 2023, we report that:

- i) (a) A. The Company has maintained proper records showing full particulars, including quantitative details and situation of property, plant and equipment.
 - B. The company does not have any intangible assets and hence clause (i)(a)(B) of the Order is not applicable for the year.
- (b) The Company has a regular programme of physical verification of its property, plant and equipment (other than livestock) by which all property, plant and equipment 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 have verified certain livestock during the year based on the cycle of verification and as confirmed the same will be completed in the subsequent year. 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 (other than immovable properties where the company is the lessee and the lease agreement are duly executed in favour of lessee) disclosed in the Financial Statements are held in the name of the company.
- (d) According to the information and explanations given to us and on the basis of our examination of the records of the company, the Company has not revalued its Property, Plant and Equipment (including Right of Use assets) during the year.
- (e) Based on the information and explanations given to us, no proceedings have been initiated during the year or are pending against the Company as at March 31, 2023 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
- ii) (a) The inventory, except goods in transit, has been physically verified by the management at reasonable intervals during the year. In our opinion, the frequency of such verification is reasonable. We were informed that, no material discrepancies in excess of 10% or more in aggregate for each class of inventory were noticed. The discrepancies noticed on verification between the physical stocks and the book records have been properly dealt in the books of accounts.
- (b) According to the information and explanation given to us and on the basis of our examination of the records of the company, the company has been sanctioned working capital limit in excess of five crore rupees, in aggregate, from banks or financial institutions on the basis of security of current assets along with paripasu charge on estate immovable properties and plant and machinery. In our opinion, the quarterly returns or statements filed by the company with such banks are in agreement with the books of account of the company.
- iii) According to the information and explanation given to us and on the basis of our examination of the records of the Company, the Company has not provided investments, guarantee or security or granted any advances in the nature of loans, secured or unsecured, to companies, firms, limited liability partnership or any other parties during the year.
- iv) According to the information and explanation given to us and on the basis of our examination of the records, the Company has not given any loans, or provided any guarantee or security as specified under Section 185 of the Companies Act, 2013 and the Company has not provided any guarantee or security as specified under Section 186 of the Companies Act, 2013.

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

- v) The Company has not accepted any deposits or amounts which are deemed to be deposits within the meaning of the Act and the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed thereunder, there under. Accordingly, the provisions of clause 3(v) of the Order is not applicable to the company
- vi) The maintenance of cost records has not been specified by the Central Government under section 148(1) of the Companies Act, 2013. Hence reporting under 3(vi) of the Order is not applicable.
- vii)a) According to the information and explanations given to us and based on our examination of the records of the company, the Company is regular in depositing undisputed statutory dues including Provident Fund, Employee State Insurance Fund, Income Tax, 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 6 months from the date they became payable.

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

Name of the Statute	Nature of the dues	Amount Disputed (Rs.)	Amount Paid under protest pending final orders (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, 1999-2000 & 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 and 2011-12	51,14,952	Nil	High Court

- viii) Based on our audit procedures and as per the information and explanations given by the management, no amount has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961. Accordingly, clause 3(viii) of the Order is not applicable to the Company.
- ix) (a) Based on our audit procedures and as per the information and explanations given by the management to us and based on our verification of books of accounts, the company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender.
- (b) Based on the explanation and information given to us, the Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
- (c) Based on the information and explanation given to us, and the records of the company examined by us, term loans were applied for the purpose for which the loans were obtained.
- (d) Based on the information and explanation given to us and based on an overall examination of the standalone financial statements of the Company, funds raised on short term basis have, prima facie, not been used during the year for long-term purposes by the Company.

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

- (e) The company has not taken any funds from any entity or person on account of or to meet the obligation of its subsidiaries as defined under the Companies Act, 2013. Accordingly, clause 3(ix)(e) of the Order is not applicable.
- (f) The company has not raised any loans during the year on the pledge of securities held in its any entity or person on account of or to meet the obligation of its subsidiaries as defined under the Companies Act, 2013. Accordingly, clause 3(ix)(f) of the Order is not applicable.
- x) (a) The company did not raise any money by way of initial public offer or further public offer (including debt instruments) during the year and accordingly clause 3 (x)(a) of the Order is not applicable to the company
- (b) During the year, the company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year and hence reporting under clause 3(x)(b) of the Order is not applicable to the company.
- xi) (a) Based on the examination of the books and records of the Company and according to the information and explanations given to us, there was no fraud by the Company and no fraud on the Company has been noticed or reported during the year.
- (b) Based on the information and explanation given to us and based on the examination of the company's records, no report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government during the year and upto the date of this report.
- (c) The company does not fall within the ambit of the provisions of section 177(9) of the Companies Act 2013 regarding Vigil Mechanism. Accordingly, clause 3(xi)(c) of the Order pertaining to whistle blower complaints is not applicable.
- xii) The Company is not a Nidhi Company in accordance with Nidhi rules 2014 . Accordingly Para 3 (xii) (a) to (c) of the Order is not applicable.
- xiii) Based on our audit procedures and according to the information and explanation given to us, all the transactions entered into with the related parties during the year are in compliance with section 188 of the Act where applicable and the details have been disclosed in the standalone financial statements as required by the applicable Accounting Standards. Section 177 of the Companies Act is not applicable
- xiv) (a) In our opinion, based on the information and explanation given to us, section 138 of the companies act is not applicable to the company. Hence the clause 3(xiv) of the Order is not applicable to the company.
- xv) Based on the information and explanations given to us and based on the audit of the books of accounts, during the year the Company has not entered into any non-cash transactions with its directors or persons connected with its directors and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.
- xvi) (a) In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, clause 3(xvi)(a) of the Order is not applicable.
- (b) In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, clause 3(xvi)(b) of the order is not applicable.
- (c) The company is a not Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India and hence clause 3(xvi)(c) and 3(xvi)(d) of the Order is not applicable.
- xvii) In our opinion, and according to the information and explanations provided to us, the Company has incurred cash losses of Rs. 816 Lakhs in the current financial year and Rs 401 Lakhs in the immediately preceding financial year

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

- xviii) There has been no resignation of the statutory auditors during the year and accordingly, the provisions of clause 3(xviii) of the Order is not applicable.
- (xix) On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the standalone financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that company is incapable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the company as and when they fall due.
- (xx) The company is not covered under the provisions of Section 135 of the Companies Act 2013. Accordingly clauses 3(xx)(a) and 3(xx)(b) of the Order are not applicable.

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

**G. RENGARAJAN
Partner
Membership No. 219922
UDIN: 23219922BGWKJA1388**

**Place : Chennai
Date : 09.08.2023**

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

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 AND PRODUCE COMPANY LIMITED (“the Company”) as of 31-March-2023 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.

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

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-2023 based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

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

**G. RENGARAJAN
Partner
Membership No. 219922
UDIN: 23219922BGWKJA1388**

**Place : Chennai
Date : 09.08.2023**

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

CIN: U25191KL1937PLC000979

BALANCE SHEET AS AT 31ST MARCH 2023

(All amounts are in Indian Rupee lakhs, except share data and as otherwise stated)

	NOTES	As at 31-03-2023	As at 31-03-2022
I. EQUITY AND LIABILITIES:			
(1) Shareholders' funds:			
(a) Share capital	2	48.85	48.85
(b) Reserves and surplus	3	1,140.43	1,423.16
		1,189.28	1,472.01
(2) Non-current liabilities:			
(a) Long term borrowings	4	124.60	185.75
(b) Other long-term liabilities	5	0.03	0.03
(c) Long-term provisions	6	18.47	16.74
		143.10	202.52
(3) Current liabilities:			
(a) Short-Term borrowings	7	1,903.22	1,794.59
(b) Trade payables			
Total outstanding dues of Micro Enterprises and Small Enterprises (Note No. 29 (5) and Total outstanding dues of creditors other than micro enterprises and small enterprises	8	0.20	-
(c) Other current liabilities	9	315.11	324.64
(d) Short-Term provisions	10	92.15	91.15
		152.59	69.99
		2,463.27	2,280.37
TOTAL		3,795.65	3,954.90
II. Assets:			
(1) Non-current assets:			
(a) Property, Plant, Equipment and Intangible Assets:			
(i) Property, Plant and Equipment	11	1,066.06	995.42
(ii) Capital work-in-progress	12		
a) Bearer plants		232.17	216.53
b) Others		-	51.27
(b) Non-current investments	13	653.98	1,572.09
(c) Other non-current assets	14	12.38	11.94
		1,964.59	2,847.25
(2) Current assets:			
(a) Current investments	15	146.26	181.71
(b) Inventories	16	180.17	204.19
(c) Trade receivables	17	339.52	243.18
(d) Cash and cash equivalents	18	871.10	135.24
(e) Short-term loans and advances	19	286.30	332.81
(f) Others-accrued income		7.71	10.52
		1,831.06	1,107.65
Significant Accounting Policies	1		
TOTAL		3,795.65	3,954.90

See accompanying Notes to the financial statements.

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 : 09.08.2023

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

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH 2023

(All amounts are in Indian Rupee lakhs, except share data and as otherwise stated)

	Notes	For the year ended 31-03-2023	For the year ended 31-03-2022
REVENUE:			
I. Revenue from Operations:	20	2166.11	2,444.64
II. Other Income:	21	290.91	388.40
III. Total Income (I+II)	TOTAL	2457.02	2,833.04
EXPENSES:			
Cost of materials consumed	22	209.27	287.84
Other manufacturing expenses	23	521.15	454.41
Purchase of Stock-in-Trade		1.01	0.82
Change in inventory of finished goods, work in progress and stock in trade	24	(+) 22.61	20.98
Employee benefit expenses	25	1934.36	1,814.21
Finance costs	26	207.44	182.00
Livestock expenditure	27	334.38	272.22
Depreciation and amortization expense		49.65	53.23
Other expenses	28	183.67	195.88
IV. Total expenses	TOTAL	3463.54	3,281.59
V. Profit/(Loss) before exceptional and extraordinary items (III-IV)		(-) (1006.52)	(448.55)
VI. Exceptional/Extraordinary items	29 (13)	720.35	Nil
VII. Profit/(Loss) after Exceptional/Extraordinary items		(286.17)	(448.55)
VIII. Profit/(Loss) before Tax (PBT)		(286.17)	(448.55)
IX. Tax Expenses:			
- Current Tax			
X. Profit/(Loss) for the period (VIII-IX)		(286.17)	(448.55)
Earnings per Share (in Rs.)	29 (4)		
(1) Basic		(58.58)	(91.82)
(2) Diluted		(58.58)	(91.82)

Face value per ordinary share - Rs.10/-

See accompanying Notes to the financial statements.

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 : 09.08.2023

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

CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03.2023

(All amounts are in Indian Rupee lakhs, except share data and as otherwise stated)

	31st March 2023	31st March 2022
A. CASH FLOW FROM OPERATING ACTIVITIES :		
NET PROFIT BEFORE TAX AND EXTRAORDINARY ITEMS	(1006.52)	(448.55)
ADJUSTMENTS FOR :		
Depreciation	49.65	53.23
Rubber Rehabilitation Allowance	6.88	6.71
Profit on Sale of Investments/Assets	(1.34)	(3.00)
Provision for Gratuity/Leave Encashment	50.32	(13.90)
Livestock written off, Profit/Loss on sale of livestock	226.41	163.68
Interest/Dividend Received	(24.06)	(20.34)
Interest Paid	207.44	182.00
	515.30	
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	(491.22)	(80.17)
ADJUSTMENTS FOR :		
Trade and other Receivables	(96.34)	(152.95)
Inventories	24.02	40.96
Trade Payables	(7.93)	0.98
Other Current Assets	83.42	216.22
	3.17	
CASH GENERATED FROM OPERATIONS	(488.05)	25.04
Taxes Paid	(5.96)	(33.84)
CASH FLOW BEFORE EXTRAORDINARY ITEMS	(494.01)	(8.80)
Extraordinary Items (Net of Book Value of Assets)	720.35	-
NET CASH FROM OPERATING ACTIVITIES	226.34	(8.80)
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(292.18)	(116.95)
Sale of Fixed Assets	3.44	2.50
Sale/redemption of Investments	932.55	21.05
Sale of Trees	62.70	86.69
Expenditure on Replanting	(66.14)	(62.66)
Interest Received	16.61	14.97
Dividend Received	7.45	5.36
NET CASH FROM INVESTING ACTIVITIES	664.43	(49.04)

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

CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03.2023 (Contd.)

(All amounts are in Indian Rupee lakhs, except share data and as otherwise stated)

	31st March 2023	31st March 2022
C. CASH FLOW FROM FINANCING ACTIVITIES		
Public Deposits/Loan from Directors	-	200.00
Term Loan	(52.51)	57.55
Cash Credit	(200.00)	(16.48)
Inter Corporate Deposit	300.00	-
Interest Paid	(207.83)	(181.83)
	<hr/>	<hr/>
NET CASH USED IN FINANCING ACTIVITIES	(160.34)	59.24
	<hr/>	<hr/>
	730.43	1.40
NET DECREASE/INCREASE IN CASH AND CASH EQUIVALENTS		
CASH AND CASH EQUIVALENTS AS AT 01.4.2022		
(Beginning Of The Year)	15.27	
CASH AND CASH EQUIVALENTS AS AT 31.3.2023		
(Closing Of The Year)	745.70	
	<hr/>	<hr/>
	730.43	1.40

Vide our report of date attached

For SURI & CO.

Chartered Accountants

Firm Regn.No.004283S

G. RENGARAJAN

Partner

Membership No. 219922

Place : Chennai
Date : 09.08.2023

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

NOTES ON ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2023

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.

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 [other than bearer plants (Rubber trees) which are depreciated using straight line method] has been charged as per the useful life specified in Schedule II of Companies Act 2013, except Assets costing individually less than Rs.5,000/- which are depreciated at 100 %. The residual value is considered at 5 % of the original cost of Plant, property and equipment. Depreciation for assets purchased/sold during the period is proportionately charged.

Property, plant and equipment are depreciated under the written down value method [other than bearer plants (Rubber trees) which are depreciated using straight line method] over the estimated useful lives of the assets, which are different from the lives prescribed under Schedule II to the Companies Act, 2013

Useful life adopted by the Company for bearer plants is as follows

Asset category	Useful lives (in years)
Bearer plants - Rubber trees	30

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

NOTES ON ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2023

- 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.

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.

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

NOTES ON ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2023

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".

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.

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

NOTES ON ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2023

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.

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

NOTES FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2023

	As at 31-03-2023	(₹ in lakhs) As at 31-03-2022		
NOTE: 2				
SHARE CAPITAL:				
AUTHORISED :				
10,00,000-Equity Shares of Rs.10/- each	100.00	100.00		
2,50,000-6 % Cumulative Preference Shares of Rs.10/- each	25.00	25.00		
	125.00	125.00		
ISSUED:				
5,06,000-Equity Shares of Rs.10/- each,	50.60	50.60		
SUBSCRIBED AND PAID-UP:				
4,88,500 Equity Shares of Rs.10/- each	48.85	48.85		
RECONCILIATION OF SHARES:				
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:				
	31.3.2023		31.3.2022	
	No.of shares	% of holding	No.of shares	% of holding
1. Equity:				
Mr. Dilip Thomas	1,82,568	37.37	1,82,568	37.37
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	33,950	6.95	33,318	6.82
No bonus shares/buyback of shares in last 5 years.				
The company has only equity shares as on 31.03.2023. 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

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

NOTES FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2023

(₹ in lakhs)

As at
31-03-2023 As at
31-03-2022

DISCLOSURE OF PROMOTERS SHARE HOLDING PATTERN:

	31.3.2023		31.3.2022	
	No.of shares	% of holding	No.of shares	% of holding
1. Equity:				
Mr. Dilip Thomas	1,82,568	37.37	1,82,568	37.37
Dalp Trading and Manufacturing Limited	1,04,123	21.31	1,04,123	21.31
L J International Limited	14,200	2.91	14,200	2.91
The Highland Produce Company Limited	100	0.02	100	0.02

NOTE: 3

RESERVES AND SURPLUS:

CAPITAL REDEMPTION RESERVE:

As per last Balance Sheet	22.60	22.60
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SHARE PREMIUM ACCOUNT:

As per last Balance Sheet	7.84	7.84
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GENERAL RESERVE:

As per last Balance Sheet	4,338.93	
Add: Sale proceeds of Rubber Trees	62.70	
Rubber Rehabilitation Allowance	6.88	
	4,408.51	
Less: Expenditure on Replanting Rubber	66.14	
	4,342.37	
	4,342.37	4,338.93

SURPLUS/(DEFICIT)

Profit/(Loss) for the period	(286.17)	(448.55)
Add: Surplus/(Loss) brought forward	(2,946.21)	(2497.66)
	(3,232.38)	(2946.21)
Surplus/(Deficit)	(3,232.38)	(2946.21)
Total	1,140.43	1,423.16

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

NOTES FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2023

	As at 31-03-2023	(₹ in lakhs) As at 31-03-2022
NOTE: 4		
LONG TERM BORROWINGS:		
SECURED:		
a) TERM LOANS FROM BANKS:		
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 January 2022 and last instalment falling due on December 2024 (interest rate 9.75% PA) (PY 9.25% PA)	41.47	92.46
Repayable in 36 monthly instalments starting from February 2024 and last instalment falling due on January 2027 (interest rate 9.75% PA) (PY 9.25% PA)	70.39	74.00
b) VEHICLE LOANS:		
Against hypothecation of Vehicles:		
Repayable in 84 monthly instalments starting from October 2017 (last instalment September 2024) - Rate of interest 9.90% per annum(PY 9.90% PA)	0.51	1.62
Repayable in 84 monthly instalments starting from April 2019 (last instalment March 2026) - Rate of interest 8.85% per annum(PY 8.85% PA)	12.23	17.67
	124.60	185.75
<i>No loans have been guaranteed by Directors or others except GECL loan for which 100% guarantee given by NCGTCL</i>		
<i>Period and amount of continuous default</i>	Nil	Nil
NOTE: 5		
OTHER LONG-TERM LIABILITIES		
Others	0.03	0.03
	0.03	0.03
NOTE:6		
LONG TERM PROVISIONS		
Provision for Employees Benefits - Leave Encashment [Refer Note No.29(7)]	18.47	16.74
	18.47	16.74

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

NOTES FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2023

	As at 31-03-2023	(₹ in lakhs) As at 31-03-2022
NOTE: 7		
SHORT TERM BORROWINGS:		
From Banks - Secured:		
Cash Credit		
The Company's borrowing facilities comprising cash credit of Rs.1000 lakhs (PY Rs.1200 lakhs) secured against hypothecation of Stock-in-Trade, Standing Crops, Plant and Machinery and also equitable mortgage of the Estates together with Buildings thereon	542.16	742.17
<i>No loans have been guaranteed by Directors or others</i>		
<i>Period and amount of default as on 31.03.2023</i>	<i>Nil</i>	
Current maturities of long term debts (Refer Note 4)	61.06	52.42
ADVANCE FROM RELATED PARTIES - Unsecured:		
Loans from Directors (Rate of Interest 9% PA, (Previous year 9% PA)	1,000.00	1,000.00
Loans from Body Corporate (Rate of Interest 9% PA)	300.00	Nil
	1,903.22	1,794.59
NOTE : 8		
TRADE PAYABLES:		
a) Total outstanding dues of Micro Enterprises and Small enterprises and [Refer Note No.29(5)]	0.20	-
b) Total outstanding dues of Creditors other than Micro Enterprises and Small enterprises	315.11	324.64

The trade payables ageing schedule is as follows:

Particulars	Outstanding for following periods from due date of payment as on 31st March 2023					
	Unbilled Due	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	Nil	0.20	Nil	Nil	Nil	0.20
(iii) Others	8.50	217.89	2.25	2.25	84.22	315.11
(iii) Disputed dues - MSME	Nil	Nil	Nil	Nil	Nil	Nil
(iv) Disputed dues - Others	Nil	Nil	Nil	Nil	Nil	Nil

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

NOTES FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2023

Particulars	Outstanding for following periods from due date of payment as on 31st March 2022					
	Unbilled Due	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	Nil	Nil	Nil	Nil	Nil	Nil
(ii) Others	8.50	241.93	11.92	11.01	51.28	324.64
(iii) Disputed dues - MSME	Nil	Nil	Nil	Nil	Nil	Nil
(iv) Disputed dues - Others	Nil	Nil	Nil	Nil	Nil	Nil

- 1) The amount due to Micro and Small Enterprises as defined in the “The Micro, Small and Medium Enterprises Development Act 2006” has been determined to the extent such parties have been identified on the basis of information collected by the Management. This has been relied upon by the Auditors. Refer Note No. 29 (5).
- 2) For related party balances, refer Note no. 29 (11)

	(₹ in lakhs)
	As at
	As at
	31-03-2023
	31-03-2022

NOTE: 9

OTHER CURRENT LIABILITES:

Interest accrued but not due on borrowings	1.08	1.48
Interest accrued and due on borrowings	18.75	15.50
Security Deposits	19.75	40.25
Other Payables - Statutory Liabilities	52.57	33.92
	<u>92.15</u>	<u>91.15</u>

NOTE: 10

SHORT TERM PROVISIONS:

Provision for Employee Benefits:		
- Leave Encashment [Refer Note No.29(7)]	11.65	11.09
- Gratuity [Refer Note No.29(7)]	73.13	25.10
Provision for Income tax	67.81	33.80
	<u>152.59</u>	<u>69.99</u>

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

NOTES FORMING PART OF BALANCE SHEET AS AT 31ST MARCH 2023

NOTE : 11

Property, plant and Equipment :

(₹ in lakhs)

Description	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	As at 01.04.2022	Additions	Deductions	As at 31.03.2023	Upto 31.03.2022	For the Year	Withdrawn	Upto 31.03.2023	As at 31.03.2023	As at 31.03.2022
LAND AND DEVELOPMENT										
- FREEHOLD (**)	123.26 <i>123.26</i>	Nil <i>Nil</i>	Nil <i>Nil</i>	123.26 <i>123.26</i>	Nil <i>Nil</i>	Nil <i>Nil</i>	Nil <i>Nil</i>	Nil <i>Nil</i>	123.26 <i>123.26</i>	123.26 <i>123.26</i>
BUILDINGS (**)	462.98 <i>462.98</i>	248.00 <i>Nil</i>	Nil <i>Nil</i>	710.98 <i>462.98</i>	358.94 <i>347.67</i>	12.03 <i>11.27</i>	Nil <i>Nil</i>	370.97 <i>358.94</i>	340.01 <i>104.04</i>	104.04 <i>115.32</i>
PLANT AND MACHINERY	729.15 <i>729.97</i>	57.37 <i>0.14</i>	Nil <i>0.96</i>	786.52 <i>729.15</i>	666.73 <i>656.91</i>	9.86 <i>10.71</i>	Nil <i>0.90</i>	676.59 <i>666.72</i>	109.93 <i>62.43</i>	62.43 <i>73.06</i>
BEARER PLANTS- RUBBER	Nil <i>Nil</i>	22.44 <i>Nil</i>	Nil <i>Nil</i>	22.44 <i>Nil</i>	Nil <i>Nil</i>	0.75 <i>Nil</i>	Nil <i>Nil</i>	0.75 <i>Nil</i>	21.69 <i>Nil</i>	Nil <i>Nil</i>
FURNITURE AND FITTINGS	31.50 <i>31.50</i>	Nil <i>Nil</i>	Nil <i>Nil</i>	31.50 <i>31.50</i>	30.28 <i>30.02</i>	0.18 <i>0.26</i>	Nil <i>Nil</i>	30.46 <i>30.28</i>	1.04 <i>1.22</i>	1.22 <i>1.49</i>
VEHICLES	146.02 <i>166.17</i>	Nil <i>Nil</i>	4.77 <i>20.15</i>	141.25 <i>146.02</i>	125.57 <i>135.26</i>	5.25 <i>8.26</i>	4.54 <i>17.95</i>	126.28 <i>125.57</i>	14.97 <i>20.45</i>	20.45 <i>30.91</i>
LIVESTOCK	684.02 <i>829.70</i>	0.00 <i>18.00</i>	228.86 <i>163.68</i>	455.16 <i>684.02</i>	Nil <i>Nil</i>	Nil <i>Nil</i>	Nil <i>Nil</i>	Nil <i>Nil</i>	455.16 <i>684.02</i>	684.02 <i>829.70</i>
TOTAL	2176.93	327.81	233.63	2271.11	1181.52	28.07	4.54	1205.05	1066.06	995.42
<i>Previous Year</i>	<i>2343.58</i>	<i>18.14</i>	<i>184.79</i>	<i>2176.93</i>	<i>1169.86</i>	<i>30.50</i>	<i>18.85</i>	<i>1181.51</i>	<i>995.42</i>	<i>1173.74</i>

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

(**) Includes Rs.1.38 Lakhs and Rs.12.45 Lakhs 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 Lakhs and Rs.0.62 Lakhs respectively as on 31.03.2023.

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, 2023

(₹ in lakhs)

As at
31-03-2023 As at
31-03-2022

NOTE: 12

CAPITAL WORK IN PROGRESS:

a) Bearer plants	232.17	216.53
b) Others	-	51.27

a) Bearer plants

Particulars	Amount in Capital Work in Progress for a period as on 31st March 2023				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Rubber Replanting	38.08	47.55	29.32	117.22	232.17
(ii) Project temporarily suspended	Nil	Nil	Nil	Nil	Nil

Particulars	Amount in Capital Work in Progress for a period as on 31st March 2022				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Rubber Replanting	47.55	29.32	26.35	113.31	216.53
(ii) Project temporarily suspended	Nil	Nil	Nil	Nil	Nil

b) Others

Particulars	Amount in Capital Work in Progress for a period as on 31st March 2023				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Project in progress	Nil	Nil	Nil	Nil	Nil
(ii) Project temporarily suspended	Nil	Nil	Nil	Nil	Nil

Particulars	Amount in Capital Work in Progress for a period as on 31st March 2022				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Project in progress	51.27	Nil	Nil	Nil	51.27
(ii) Project temporarily suspended	Nil	Nil	Nil	Nil	Nil

There are no capital-work-in progress whose completion is overdue or has exceeded its cost compared to its original plan.

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

NOTES FORMING PART OF BALANCE SHEET AS AT 31ST MARCH 2023

NOTE : 13

NON-CURRENT INVESTMENTS : (AT COST)

(₹ in lakhs)

Description	As at 01-04-2022		Additions		Deductions		As at 31-03-2023	
	No. of Shares/Bonds	Amount	No. of Shares/Bonds	Amount	No. of Shares/Bonds	Amount	No. of Shares/Bonds	Amount
I. SHARES IN COMPANIES:								
a) PREFERENCE SHARES (Unquoted)								
7% Cumulative preference Shares of								
AVR EdGE Networks Private Limited #	42370	100.00					42370	100.00
Less : Diminution in value		(5.08)						(5.08)
		94.92		0		0		94.92
b) EQUITY SHARES								
(i) QUOTED:								
Bayer Crop Science Limited	100	0.01					100	0.01
Periakaramalai Tea & Produce Company Ltd	63	0.02					63	0.02
Tata Consumer Products Limited (Face value Rs.1/- per share) (formerly Tata Global Beverages Limited)	1680	0.01					1680	0.01
		0.04						0.04
(ii) UNQUOTED:								
L J International Ltd.	588	0.84					588	0.84
A V Thomas & Company Ltd.	2000	0.02					2000	0.02
A.V.Thomas Investments Co. Ltd.	21000	2.10					21000	2.10
Tea Serve (Face Value ₹ 5000 per share)	1	0.05					1	0.05
Dalp Trading and Manufacturing Limited	5000	0.50					5000	0.50
Rajagiri Impex Limited *	150000	15.00					150000	15.00
The Highland Produce Company Ltd. *	12208	27.36					12208	27.36
A V T International Limited *	100	0.20					100	0.20
AVR EdGE Networks Private Limited #	119340	250.00					119340	250.00
		296.07		0		0		296.07

* Associate Company # Pvt Limited Company

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

NOTES FORMING PART OF BALANCE SHEET AS AT 31ST MARCH 2023

NOTE : 13

NON-CURRENT INVESTMENTS : (AT COST)

(₹ in lakhs)

Description	As at 01-04-2022		Additions		Deductions		As at 31-03-2023	
	No. of Shares/Bonds	Amount (In ₹)	No. of Shares/Bonds	Amount (In ₹)	No. of Shares/Bonds	Amount (In ₹)	No. of Shares/Bonds	Amount (In ₹)
II. SHARES OF CO-OPERATIVE SOCIETIES :								
The Shaliacary Estate Employees								
Co-operative Society Ltd. (Unquoted)	1	0.0001					1	0.0001
III. INVESTMENT PROPERTIES:								
Purchase of Land for constructing Flat		430.10			430.10			-
Cost of constructing Flat (including fittings and fixtures)		243.63			243.63			-
Purchase of Land		319.27			319.27			-
Value of Land and Building (including fittings and fixtures)		454.88						454.88
Less: Depreciation		266.82				96.48		191.93
		<u>1,181.06</u>				<u>896.52</u>		<u>262.95</u>
Total		<u>1,572.09</u>		<u>0</u>		<u>896.52</u>		<u>653.98</u>

	31.03.2023	31.03.2022
Aggregate amount of Quoted Investments (Market Value Rs.16.20 Lakhs and previous year Rs.18.23 Lakhs)	0.04	0.04
Aggregate amount of Unquoted Investments	390.99	390.99
Aggregate amount of Immovable properties	<u>454.88</u>	<u>1447.88</u>
	845.91	1838.91
Less: Aggregate Depreciation on Immovable property	<u>191.93</u>	<u>266.82</u>
	<u>653.98</u>	<u>1572.09</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

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

NOTES FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2023

	As at 31-03-2023	(₹ in lakhs) As at 31-03-2022
NOTE: 14		
OTHER NON CURRENT ASSETS		
Deposits	12.38	11.94
	<u>12.38</u>	<u>11.94</u>

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

NOTES FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2023

(₹ in lakhs)

	As at 31-03-2023	As at 31-03-2022
NOTE: 16		
INVENTORIES:		
(Valued at lower of cost and net realisable value)		
Finished goods	85.36	107.97
Stores and Spares	71.33	67.33
Nurseries	23.48	28.89
	<u>180.17</u>	<u>204.19</u>

NOTE: 17

TRADE RECEIVABLES:

Outstanding for more than six months from the date they become due for payment

Considered Good	172.54	0.44
Considered Doubtful	Nil	Nil
Less: Allowance for bad and doubtful advances	Nil	Nil
Total	<u>172.54</u>	<u>0.44</u>
Others		
Unsecured, Considered good	<u>166.98</u>	<u>242.74</u>
Total	<u>339.52</u>	<u>243.18</u>

Outstanding for following periods from due date of payment as on 31.03.2023

	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
Undisputed – considered good	166.98	Nil	172.10	Nil	0.44	339.52
Undisputed – considered doubtful	Nil	Nil	Nil	Nil	Nil	Nil
Disputed – considered good	Nil	Nil	Nil	Nil	Nil	Nil
Disputed – considered doubtful	Nil	Nil	Nil	Nil	Nil	Nil

Outstanding for following periods from due date of payment as on 31.03.2022

	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
Undisputed – considered good	242.74	Nil	Nil	0.44	Nil	243.18
Undisputed – considered doubtful	Nil	Nil	Nil	Nil	Nil	Nil
Disputed – considered good	Nil	Nil	Nil	Nil	Nil	Nil
Disputed – considered doubtful	Nil	Nil	Nil	Nil	Nil	Nil

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

NOTES FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2023

	As at 31-03-2023	(₹ in lakhs) As at 31-03-2022
NOTE: 18		
CASH AND CASH EQUIVALENTS:		
Cash and Stamps on hand	1.18	1.13
Bank Balances:		
With Scheduled Banks:		
in Current account	743.70	13.36
in Deposit account	0.82	0.78
	745.70	15.27
With Scheduled Banks - Earmarked balances with Bank		
in Margin Money deposits accounts	125.40	119.97
	125.40	119.97
	871.10	135.24
Bank deposits with more than 12 months	Nil	Nil
NOTE: 19		
SHORT TERM LOANS AND ADVANCES:		
Unsecured, Considered good		
Advances recoverable in cash or in kind or for value to be received.	56.25	93.84
Input tax credits receivable	49.56	38.14
Advances on account of Capital Works	38.24	98.55
Deposits with NABARD	0.05	0.05
Tax payments pending adjustments	140.20	100.23
MAT Credit entitlement	2.00	2.00
	286.30	332.81

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

**NOTES FORMING PART OF STATEMENT OF PROFIT & LOSS
FOR THE YEAR ENDED 31ST MARCH 2023**

	For the year ended 31-03-2023	For the year ended 31-03-2022
(₹ in lakhs)		
NOTE: 20		
SALE OF PRODUCTS:		
Rubber	1,583.22	1,741.38
Tea and Tea waste	317.82	390.91
Cardamom	102.42	176.59
Minor Produce	28.60	26.29
SALE OF SERVICES:		
Processing Income	134.05	109.47
	2,166.11	2,444.64
NOTE: 21		
OTHER INCOME:		
Income from non-current Investments	7.45	5.36
Interest Received		
From Banks	6.03	5.50
Others	10.58	9.47
Livestock Receipts - Stake money and others	22.48	20.40
Profit on Sale of Current Investments	0.58	2.76
Profit on Sale of Assets	0.76	0.24
Insurance claim received	10.15	3.02
Rent Received	70.25	68.27
Miscellaneous Receipts	95.85	77.27
Provision no longer required written back	5.04	4.89
Compensation from Powergrid Coporation	61.74	191.22
	290.91	388.40
NOTE: 22		
COST OF MATERIAL CONSUMED:		
Raw Material Consumed [Refer Note No. 29 (1)]		
Latex Procured	198.41	214.54
Bought Leaf	10.86	73.30
	209.27	287.84
NOTE: 23		
OTHER MANUFACTURING EXPENSES:		
Power and fuel consumed	108.09	108.04
Stores, spares, chemicals and packing materials consumed [(Refer Note No. 29 (1))]	323.74	270.16
Transport and Warehousing	31.20	33.77
Repairs - Plant and Machinery	20.53	15.77
Repairs - Buildings	37.59	26.67
	521.15	454.41

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

**NOTES FORMING PART OF STATEMENT OF PROFIT & LOSS
FOR THE YEAR ENDED 31ST MARCH 2023**

	For the year ended 31-03-2023	(₹ in lakhs) For the year ended 31-03-2022
NOTE: 24		
CHANGE IN INVENTORIES/STOCK-IN-TRADE:		
OPENING STOCK :		
Rubber	58.90	73.42
Tea	41.99	38.13
Cardamom	7.08	17.40
	107.97	128.95
CLOSING STOCK :		
Rubber	51.06	58.90
Tea	24.70	41.99
Cardamom	9.60	7.08
	85.36	107.97
	(+) 22.61	(+) 20.98
29.03		
NOTE: 25		
EMPLOYEE BENEFIT EXPENSES		
Salaries and Wages	1625.59	1,571.23
Contribution to Provident and other Funds	158.30	149.40
Provision for Gratuity [Refer Note No.29 (7)]	73.13	25.10
Provision for Leave Encashment [Refer Note No.29 (7)]	2.30	(6.01)
Welfare Expenses	75.04	74.49
	1934.36	1,814.21
NOTE: 26		
FINANCE COSTS:		
Interest	203.03	178.05
Other finance cost	4.41	3.95
	207.44	182.00

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

**NOTES FORMING PART OF STATEMENT OF PROFIT & LOSS
FOR THE YEAR ENDED 31ST MARCH 2023**

(₹ in lakhs)

	For the year ended 31-03-2023	For the year ended 31-03-2022
NOTE: 27		
LIVE STOCK EXPENDITURE:		
Live Stock - Broodmares/Race Horses		
Maintenance and other expenses	107.97	108.55
Livestock written off	205.00	163.67
Loss on sale of horses	21.41	-
	334.38	272.22
 NOTE: 28		
OTHER EXPENSES:		
Rent and Amenities	4.09	4.21
Rates and Taxes	20.40	25.72
Brokerage and Commission	4.05	20.48
Repairs and Maintenance :-		
Buildings	10.51	9.51
Plant and Machinery	2.64	3.80
Vehicles	24.08	19.99
Others	4.50	1.16
Printing and Stationery	3.83	3.66
Postage and Telephones	4.48	5.28
Legal Expenses	4.89	3.21
Directors' Sitting Fees	1.50	1.20
Auditor's Remuneration:-		
For Audit	8.50	8.50
For Certification / Tax Audit	3.02	2.90
For Tax Representation	4.48	2.50
For Travelling and other Expenses	2.85	2.55
Insurance	15.11	15.48
Advertisement	0.98	0.94
Bank Charges	0.30	0.59
Travelling Expenses	11.85	8.18
Sundry debit balances not receivable written off	10.52	1.22
Rubber Rehabilitation Allowance	6.88	6.71
Professional Fees	4.89	4.37
Miscellaneous Expenses	29.32	43.72
	183.67	195.88

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

NOTES ON ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2023

	Year ended 31st March 2023	%	Year ended 31st March 2022	%
NOTE: 29				
OTHER NOTES:				
1. PARTICULARS OF CONSUMPTION:	Value in ₹ lakhs	%	Value in ₹ lakhs	%
(a) Raw Materials:				
(i) Latex - Indigenous	198.41	100	214.54	100
(ii) Bought Leaf - Indigenous	10.86	100	73.30	100
	209.27		287.84	
(b) Stores and Spares				
Indigenous	323.74	100	270.16	100
Imported	Nil		Nil	
	323.74	100	270.16	100
			Year ended 31st March 2023 (₹ in lakhs)	Year ended 31st March 2022 (₹ in lakhs)
2. C.I.F. VALUE OF IMPORTS:			Nil	Nil
3. EARNINGS / EXPENDITURE IN FOREIGN CURRENCY:				
a) Earnings:			Nil	Nil
b) Expenditure				
Foreign Travel			Nil	Nil
4. EARNINGS PER SHARE:				
Profit/(Loss) after Taxation			(286.17)	(448.55)
Number of Equity Shares outstanding at the end of the year			4,88,500	4,88,500
Earnings per Share (Basic and Diluted) (in Rs.)			(58.58)	(91.82)
5. Total outstanding to Micro and Small Enterprises (SMEs)				
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 2023 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			0.20	Nil
(ii) Principal due to Medium Enterprise			19.38	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

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

NOTES ON ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2023

NOTE : 29 (Contd..)

OTHER NOTES (Contd..)

	Year Ended 31st March 2023 ₹ in lakhs	Year Ended 31st March 2022 ₹ in lakhs
6 CONTINGENT LIABILITIES:		
a) Sales-tax demands disputed in appeals, against which Rs.28.59 lakhs is paid and included under Other Current Assets	100.60	100.60
b) Claims against the Company not acknowledged as debts	9.50	9.50
c) Estimated amount of Contracts remaining to be executed on Capital Account	-	160.00
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 2023

NOTE: 29 (Contd.)

OTHER NOTES (Contd..)

7. Employee Benefits (Contd..)

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

(₹ in lakhs)

	As at 31.03.2023		As at 31.03.2022	
	Gratuity (Funded Plan)	Leave Encashment (Non Funded Plan)	Gratuity (Funded Plan)	Leave Encashment (Non Funded Plan)
Present Value of the Obligation as on 1.04.2022	792.85	27.82	745.91	33.83
Current Service Cost	49.70	2.90	47.81	5.04
Interest Cost	53.44	1.84	45.93	1.78
Benefits Paid	(25.34)	(1.84)	(38.26)	(11.23)
Actuarial loss / (gain)	33.68	(0.60)	(8.54)	(1.61)
Present Value of the Obligation as on 31.03.2023	904.33	30.12	792.85	27.81
c) Reconciliation of changes in the fair value of Plan Assets:				
Fair Value of Plan Assets as on 1.04.2022	767.75	Nil	712.92	Nil
Adjustment to Opening Fair Value of Plan Assets				
Expected return on plan assets	52.82	Nil	45.14	Nil
Contribution by the Company	31.96	1.84	40.72	11.23
Benefits Paid	(25.34)	(1.84)	(38.26)	(11.23)
Actuarial gain / (loss)	4.01	Nil	7.23	Nil
Fair Value of Plan Assets as on 31.03.2023	831.20	Nil	767.75	Nil
d) The total expense recognised in the profit and loss account is as follows:				
Current Service Cost	49.70	2.90	47.81	5.04
Interest Cost	53.44	1.84	45.93	1.78
Expected return on plan assets	(52.82)	NA	(45.14)	NA
Net Actuarial (gain) / loss recognised in the year	29.67	(0.60)	(15.77)	(1.61)
	79.99	4.14	32.83	5.21
e) Reconciliation of Net Liability recognised in the balance sheet				
Net Liability as at the beginning of the year	25.11	27.82	32.99	33.83
Adjustment to Opening Fair Value of Plan Assets	-			-
Add : Expense as (d) above	79.99	4.14	32.83	5.21
Less: Employers Contribution / Payment	31.97	1.84	40.72	11.23
Net Liability as at the end of the year	73.13	30.12	25.10	27.81
f) Constitution of Plan Assets:				
Investments in LIC Group Gratuity Scheme	831.20	Not Applicable	767.75	Not Applicable

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

NOTES ON ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2023

NOTE: 29 (Contd.)

OTHER NOTES (Contd..)

(₹ in lakhs)

7 Employee Benefits: (Contd.)

	As at 31.03.2023		As at 31.03.2022	
	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	7.29%	7.29%	6.85%	6.85%
Salary Escalation Rate	8.50%	8.50%	7.00%	7.00%
Attrition Rate	5.00%	5.00%	5.00%	5.00%
Expected rate of return on plan assets	7.29%	NA	6.85%	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>31.03.2023</u>	<u>31.03.2022</u>	<u>31.03.2021</u>	<u>31.03.2020</u>	<u>31.03.2019</u>
Gratuity funded plan					
Defined Benefit Obligation	904.32	792.85	745.91	734.28	696.14
Plan Assets	831.20	767.75	712.93	694.43	659.43
Surplus/(Deficit)	(73.13)	(25.11)	(32.99)	(39.85)	(36.71)
Experience adjustment - Plan Liability	33.68	(8.54)	(6.92)	(2.47)	3.13
Experience adjustment - Plan Assets	4.01	7.23	1.65	(2.96)	1.10

The Company expects to fund Rs.80 lakhs towards its Gratuity Plan during the year 2023-2024.

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.149.31 lakhs 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 RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

NOTES ON ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2023

NOTE: 29 OTHER NOTES (Contd..)

8 LAND (Contd..)

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 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 favourable order was obtained on 20-01-23. Company has approached forest department to restore the area.
- (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 order 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. Forest Department went on appeal before the Supreme Court and the case was dismissed. The management has again given letter to forest department to restore 21.45 Acres (8.650 Hectares) to the company as per the High Court order.
- d) 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 objections to the Commission Report. Management now filed OP No. 1826/2019 before the High Court requesting to direct the Lower Court to accept our objections. The case is remanded back to Sub- Court Sulthan Bathery and the judgement is pending.

Further the management has taken special resolution via postal ballot from the members for the sale of Chullika Estate for a consideration of not less than 50 Crores. The postal ballot commenced on 14th March 2023 and ended on 12th April 2023 and the special resolution was passed by the member via ballot. However, the final sale of the estate is based on the judgement of the above mentioned court proceedings.

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

NOTES ON ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2023

NOTE: 29 OTHER NOTES (Contd..)

8 LAND (Contd..)

- e) Sri. Beeran and Sri Ibrahim, residents of Chulika Estate encroached Company's land which is surrounded on all sides by companies Plantation Crops. Company filed a suit for perpetual injunction as OS No. 174/2013 in respect of 2.40 acres for Beeran and 4.43 acres for Ibrahim and the suit was decreed in companies favour. Sri Beeran and Ibrahim, filed an appeal and by order dated 13.06.2017 case was remanded back to trial Court for fresh consideration. Company challenged this order before the Hon'ble High Court in FAO No. 206/2017 and the court remanded the case to lower court for appointing a fresh commission to locate and identify the property based on the document of title and possession and with a further direction that the parties shall be permitted to adduce further evidence. The report of Advocate Commissioner in this regard is pending.
- f) 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.

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

- A V Thomas & Company Limited
- A V Thomas International Limited
- L.J.International Limited
- A V Thomas Investments Company Limited
- The Highland Produce Company Limited
- DALP Trading and Manufacturing Limited
- A V Thomas Leather and Allied Products Private Limited
- A V Thomas Exports Limited
- Doors and More Wood Products Limited
- DALP Benevolent Trust
- J Thomas Educational and Benevolent Trust
- Rajagiri Impex Limited
- AVR Edge Networks Private Limited

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

NOTES ON ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2023

NOTE : 29 (Contd.)

OTHER NOTES (Contd..)

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

Details of Transactions:	Year ended 31.03.2023		Year ended 31.03.2022	
	Associates (₹ in lakhs)	Key Management Personnel (Including Relatives) (₹ in lakhs)	Associates (₹ in lakhs)	Key Management Personnel (Including Relatives) (₹ in lakhs)
INCOME				
Sales	107.07	Nil	189.12	Nil
Dividend Received	7.25	Nil	5.27	Nil
Rent Received	0.24	Nil	0.24	Nil
Miscellaneous Receipts	59.22	Nil	50.58	Nil
EXPENDITURE:				
Purchases	1.09	Nil	1.18	Nil
C & F/Warehousing Charges paid	2.15	Nil	3.00	Nil
Rent Paid	0.12	Nil	0.12	Nil
Interest paid	Nil	84.74	Nil	78.41
Interest paid on ICD	13.61	Nil	Nil	Nil
Sitting fees paid	Nil	0.50	Nil	0.50
Dividend Paid	Nil	Nil	Nil	Nil
Remuneration paid	Nil	104.79	Nil	104.79
Commission/other expenses paid	3.44	Nil	19.92	Nil
OTHERS:				
ICD Accepted	300.00	Nil	Nil	Nil
Loans taken	Nil	210.00	Nil	200.00
Loans repaid	Nil	210.00	Nil	Nil
BALANCE AS ON 31st MARCH 2023				
Debit Balance	2.36	Nil	64.07	Nil
Credit Balances	319.38	1000.00	10.75	1000.00

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

NOTES ON ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2023

NOTE : 29 (Contd.)

OTHER NOTES (Contd.)

12. Ratio Analysis

S. No.	Ratio	Numerator	Denominator	Current period	Previous period	% Variance	Reason for variance
1.	Current Ratio(in times)	Current Assets	Current Liabilities	0.74	0.49	53.04	Increase in Current account balances
2.	Debt Equity Ratio(in times)	Total Debt (including lease liability)	Total shareholder equity	2.19	1.69	29.93	Increase in borrowings during the current year.
3.	Debt Service Coverage Ratio (in times)	Earning available for debt service (Net Profit after taxes + Non-cash operating expenses like depreciation and other amortizations + Interest + other adjustments like loss on sale of Fixed assets etc.)	Debt Service = Interest & Lease Payments + Principal Repayments	-0.16	-1.22	-86.48	Decrease in Loss and increase in finance cost in the current year
4.	Return on Equity Ratio (in %)	Profit after Tax	Net worth	-0.25	-0.31	-20.74	
5.	Inventory Turn over Ratio (in times)	Cost of goods sold	Average inventory	11.27	12.98	-13.18	
6.	Trade Receivable Turn over Ratio (in times)	Net Credit Sales	Average Accounts Receivable	7.43	14.98	-50.37	Decrease in turn over and increase in trade receivables during the year.
7.	Trade Payable Turn over Ratio (in times)	Net Credit Purchases	Average Accounts Payable	1.68	1.70	-1.24	
8.	Net Capital Turn over Ratio (in times)	Net Sales (Sales minus sales return)	Average Working Capital	-2.40	-2.80	-14.16	
9.	Net Profit Ratio (in %)	Net Profit (Net profit after tax)	Net Sales (Sales minus sales return)	-0.13	-0.18	-28.00	Revenue from operations has decreased and net loss also decreased during the Current Year due to Sale of property
10.	Return on Capital Employed Ratio (in %)	EBIT	Capital Employed (Tangible net worth + Total debt + Deferred Tax Liability)	-0.06	-0.16	-61.37	Decrease in Loss in the current year
11.	Return on Investment (in %)	Net return on investment	Average investment	0.006	0.004	42.97	Increase due to Sale of Investment

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

NOTES ON ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2023

NOTE : 29 (Contd.)

OTHER NOTES (Contd.)

13. Exceptional Items

Sale of Land/Building

The Investment properties situated at Chennai was sold during the Financial Year 2022-23 as per approval of the Board Resolution No. 37 Dated 10th February 2022 and No.52 dated 28th February 2023. The property was sold for a profit of Rs.720.35 lakhs.

Sale consideration	1616.87
Book Value and Expenditure in relation to sale	<u>(896.52)</u>
Net profit on sale of Investment Property	<u>720.35</u>

14. Additional Regulatory Information as required under Schedule III Division I of Companies Act,2013:

- (i) The Company does not hold any Benami property and there are no Proceedings have been initiated or pending against the company for holding any benami property under the Benami Transactions (Prohibitions) Act, 1988(45 of 1988) and the rules made thereunder.
- (ii) The Company is not declared willful defaulter by any bank or financial institution or other lender in any time during the year and previous year.
- (iii) The company has no transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956.
- (iv) All the charges/satisfaction are registered with Registrar of Companies within the statutory period as specified in the Companies Act, 2013.
- (v)(a) The Company confirms that no funds(which are material either individually or in the aggregate)have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds)by the Company to or in any other person or entity, including foreign entity(“Intermediaries”),with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company(“Ultimate Beneficiaries”)or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- (b) The Management confirms that no funds (which are material either individually or in the aggregate)have been received by the Company from any person or entity, including foreign entity(“Funding Parties”),with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party(“Ultimate Beneficiaries”)or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- (vi) There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.
- (vii) The Company has not traded or invested in Crypto currency or Virtual Currency anytime during the financial year.
- (viii) During the year there are no loans or advances made to Promoters, Directors, KMPs and related parties.
- (ix) The Company has borrowings from banks on the basis of security of current assets.
- (x) The Quarterly returns / statements of current assets filed by the Company with the banks are agreement with books of accounts and hence no separate disclosure is made for reason for discrepancies.
- (xi) The Company has complied with Sec 2(87) of the Act read with Companies (Restriction on number of Layers) Rules, 2017 for the investments made by the Company.
- (xii) All title deeds of immovable properties are in the name of the company.

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

NOTES ON ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2023

NOTE: 29 (Contd.)

OTHER NOTES (Contd..)

15 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 Gazzatte 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

16 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 : 09.08.2023

Consolidated Financial Statements

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

INDEPENDENT AUDITOR'S REPORT

To

The Members of

The Rajagiri Rubber and Produce Company Ltd.

Report on the Consolidated Financial Statements

Opinion

We have audited the accompanying consolidated financial statements of **The Rajagiri Rubber and Produce Company Ltd** ("the Holding Company") and its associates (collectively referred to as 'the Group'), which comprise the consolidated balance sheet as at March 31st 2023, 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, 2023, consolidated total 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 Statement, 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 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

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

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 companies included in the Group are responsible for assessing the Group'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 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 over seeing the Group'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 consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- 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 consolidated financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the consolidated financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Consolidated financial statements.

We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated financial statements of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance of the Holding Company and such other entities included in the consolidated financial statements, 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. 0.87 Lakh for the year ended 31-March-2023, 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 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
- (e) On the basis of the written representations received from the directors of the Company as on 31st March 2023 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 company incorporated in India none of the directors of the Group companies incorporated in India is disqualified as on 31st March 2023 from being appointed as a director in terms of Section 164 (2) of the Act.
- (f) With respect to 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:

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

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 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 of 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 litigation on its financial positions in its financial statements- Refer Note 29(6) to the financial statements.
 - ii. The company does not have any long-term contracts including derivative contracts for which there were any material foreseeable losses as at March 31, 2023
 - iii. There were no amounts required to be transferred to the Investor Education and Protection Fund by the Company and its associate companies incorporated in India.
 - iv. (a) The respective Managements of the Holding Company and its associates which are companies incorporated in India, whose financial statements have been audited under the Act, have represented to us that, to the best of their knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company or any of such associates to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Holding Company or any of such associates ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
 - b) The respective Managements of the Holding Company and its associates which are companies incorporated in India, whose financial statements have been audited under the Act, have represented to us that, to the best of their knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company or any of such associates from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company or any of such associates shall, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
 - c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances performed by us on the Holding Company and its associates which are companies incorporated in India whose financial statements have been audited under the Act, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
 - v. The company has not declared or paid any dividend during the year, and hence compliance of section 123 of Companies Act, 2013 is not applicable.
 - vi. Proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 for maintaining books of account using accounting software which has a feature of recording audit trail (edit log) facility is applicable to the Company with effect from April 1, 2023, and accordingly, reporting under Rule 11(g) of Companies (Audit and Auditors) Rules, 2014 is not applicable for the financial year ended March 31, 2023.

With respect to the matters specified in paragraphs 3(xxi) and 4 of the Companies (Auditor's Report) Order, 2020 (the "Order"/"CARO") issued by the Central Government in terms of Section 143(11) of the Act, to be included in the Auditor's report, according to the information and explanations given to us, and based on the CARO reports issued by us for the Company and its associates included in the consolidated financial statements of the Company, to which reporting under CARO is applicable, we report that there are no qualifications or adverse remarks in these CARO reports.

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

G. RENGARAJAN
Partner
Membership No : 219922
UDIN: 23219922BGWKJB7056

Place : Chennai
Date : 09.08.2023

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

ANNEXURE A TO THE REPORT OF THE AUDITORS TO THE MEMBERS OF The Rajagiri Rubber & Produce Company Limited, Alapuzha

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-2023 we have audited the internal financial controls over financial reporting of THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED (hereinafter referred to as ‘The Holding Company’) and it’s 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 it’s associate companies 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 assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

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-2023 based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

Place : Chennai
Date : 09.08.2023

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

G. RENGARAJAN
Partner
Membership No : 219922
UDIN: 23219922BGWKJB7056

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

CIN: U25191KL1937PLC000979

CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH 2023

(All amounts are in Indian Rupee lakhs, except share data and as otherwise stated)

	NOTES	As at 31-03-2023	As at 31-03-2022
I. EQUITY AND LIABILITIES:			
(1) Shareholders' funds:			
(a) Share capital	2	48.85	48.85
(b) Reserves and surplus	3	1,157.97	1,439.83
		1,206.82	1,488.68
(2) Non-current liabilities:			
(a) Long term borrowings	4	124.61	185.75
(b) Other long-term liabilities	5	0.03	0.03
(c) Long-term provisions	6	18.46	16.74
		143.10	202.52
(3) Current liabilities:			
(a) Short-Term borrowings	7	1,903.23	1,794.59
(b) Trade payables			
Total outstanding dues of Micro Enterprises and Small Enterprises (Note No. 29 (5) and Total outstanding dues of creditors other than micro enterprises and small enterprises	8	0.20	-
(c) Other current liabilities	9	315.11	324.64
(d) Short-Term provisions	10	92.15	91.15
		152.59	69.99
		2,463.28	2,280.37
TOTAL		3,813.20	3,971.57
II. Assets:			
(1) Non-current assets:			
(a) Property, Plant, Equipment and Intangible Assets:			
(i) Property, Plant and Equipment	11	1,066.06	995.42
(ii) Capital work-in-progress	12		
a) Bearer plants		232.17	216.53
b) Others		-	51.27
(b) Non-current investments	13	671.53	1,588.76
(c) Other non-current assets	14	12.38	11.94
		1,982.14	2,863.92
(2) Current assets:			
(a) Current investments	15	146.26	181.71
(b) Inventories	16	180.17	204.19
(c) Trade receivables	17	339.52	243.18
(d) Cash and cash equivalents	18	871.10	135.24
(e) Short-term loans and advances	19	286.30	332.81
(f) Others-accrued income		7.71	10.52
		1,831.06	1,107.65
Significant Accounting Policies	1		
TOTAL		3,813.20	3,971.57

See accompanying Notes to the financial statements.

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 : 09.08.2023

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHACIN: U25191KL1937PLC000979

CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH 2023

(All amounts are in Indian Rupee lakhs, except share data and as otherwise stated)

	Notes	For the year ended 31-03-2023	For the year ended 31-03-2022	
REVENUE:				
I. Revenue from Operations:	20	2,166.11	2,444.64	
II. Other Income:	21	290.91	388.40	
III. Total Income (I+II)	TOTAL	2,457.02	2,833.04	
EXPENSES:				
Cost of materials consumed	22	209.27	287.84	
Other manufacturing expenses	23	521.15	454.41	
Purchase of Stock-in-Trade		1.01	0.82	
Change in inventory of finished goods, work in progress and stock in trade	24	(+)	22.61	20.98
Employee benefit expenses	25	1,934.36	1,814.21	
Finance costs	26	207.44	182.00	
Livestock expenditure	27	334.38	272.22	
Depreciation and amortization expense		49.65	53.23	
Other expenses	28	183.67	195.88	
IV. Total expenses	TOTAL	3,463.54	3,281.59	
V. Profit/(Loss) before exceptional and extraordinary items (III-IV)		(-)	(1,006.52)	(448.55)
VI. Exceptional/Extraordinary items	29 (12)	720.35	Nil	
VII. Profit/(Loss) after Exceptional/Extraordinary items		(286.17)	(448.55)	
VIII. Profit/(Loss) before Tax (PBT)		(286.17)	(448.55)	
IX. Tax Expenses:				
- Current Tax				
X. Profit/(Loss) before Tax (PBT)		(286.17)	(448.55)	
Add : Share of Profit/(Loss) of Associates		0.87	3.20	
XI. Profit/(Loss) for the period (VIII-IX)		(285.30)	(445.35)	
Earnings per Share (in Rs.)	29 (4)			
(1) Basic		(58.40)	(91.17)	
(2) Diluted		(58.40)	(91.17)	

Face value per ordinary share - Rs.10/-

See accompanying Notes to the financial statements.

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

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

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03.2023

(All amounts are in Indian Rupee lakhs, except share data and as otherwise stated)

	31st March 2023	31st March 2022
A. CASH FLOW FROM OPERATING ACTIVITIES :		
NET PROFIT BEFORE TAX AND EXTRAORDINARY ITEMS	(1006.52)	(448.55)
ADJUSTMENTS FOR :		
Depreciation	49.65	53.23
Rubber Rehabilitation Allowance	6.88	6.71
Profit on Sale of Investments/Assets	(1.34)	(3.00)
Provision for Gratuity/Leave Encashment	50.32	(13.90)
Livestock written off, Profit/Loss on sale of livestock	226.41	163.68
Interest/Dividend Received	(24.06)	(20.34)
Interest Paid	207.44	182.00
	515.30	
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	(491.22)	(80.17)
ADJUSTMENTS FOR :		
Trade and other Receivables	(96.34)	(152.95)
Inventories	24.02	40.96
Trade Payables	(7.93)	0.98
Other Current Assets	83.42	216.22
	3.17	
CASH GENERATED FROM OPERATIONS	(488.05)	25.04
Taxes Paid	(5.96)	(33.84)
CASH FLOW BEFORE EXTRAORDINARY ITEMS	(494.01)	(8.80)
Extraordinary Items (Net of Book Value of Assets)	720.35	-
NET CASH FROM OPERATING ACTIVITIES	226.34	(8.80)
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(292.18)	(116.95)
Sale of Fixed Assets	3.44	2.50
Sale/redemption of Investments	932.55	21.05
Sale of Trees	62.70	86.69
Expenditure on Replanting	(66.14)	(62.66)
Interest Received	16.61	14.97
Dividend Received	7.45	5.36
NET CASH FROM INVESTING ACTIVITIES	664.43	(49.04)

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

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03.2023 (Contd.)

(All amounts are in Indian Rupee lakhs, except share data and as otherwise stated)

	31st March 2023	31st March 2022
C. CASH FLOW FROM FINANCING ACTIVITIES		
Public Deposits/Loan from Directors	-	200.00
Term Loan	(52.51)	57.55
Cash Credit	(200.00)	(16.48)
Inter Corporate Deposit	300.00	-
Interest Paid	(207.83)	(181.83)
	(160.34)	59.24
NET CASH USED IN FINANCING ACTIVITIES	730.43	1.40
NET DECREASE/INCREASE IN CASH AND CASH EQUIVALENTS		
CASH AND CASH EQUIVALENTS AS AT 01.4.2022		
(Beginning Of The Year)	15.27	
CASH AND CASH EQUIVALENTS AS AT 31.3.2023		
(Closing Of The Year)	745.70	
	730.43	1.40

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

Place : Chennai
Date : 09.08.2023

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

NOTES ON CONSOLIDATED ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2023

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.

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 RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

NOTES ON CONSOLIDATED ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2023

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 [other than bearer plants (Rubber trees) which are depreciated using straight line method] has been charged as per the useful life specified in Schedule II of Companies Act 2013, except Assets costing individually less than Rs.5,000/- which are depreciated at 100 %. The residual value is considered at 5 % of the original cost of Plant, property and equipment. Depreciation for assets purchased/sold during the period is proportionately charged.

Property, plant and equipment are depreciated under the written down value method [other than bearer plants (Rubber trees) which are depreciated using straight line method] over the estimated useful lives of the assets, which are different from the lives prescribed under Schedule II to the Companies Act, 2013

Useful life adopted by the Company for bearer plants is as follows

Asset category	Useful lives (in years)
Bearer plants - Rubber trees	30

- 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.

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

NOTES ON CONSOLIDATED ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2023

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".

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

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

NOTES ON CONSOLIDATED ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2023

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.

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

NOTES FORMING PART OF CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH, 2023

	As at 31-03-2023	(₹ in lakhs) As at 31-03-2022		
NOTE: 2				
SHARE CAPITAL:				
AUTHORISED :				
10,00,000-Equity Shares of Rs.10/- each	100.00	100.00		
2,50,000-6 % Cumulative Preference Shares of Rs.10/- each	25.00	25.00		
	125.00	125.00		
ISSUED:				
5,06,000-Equity Shares of Rs.10/- each,	50.60	50.60		
SUBSCRIBED AND PAID-UP:				
4,88,500 Equity Shares of Rs.10/- each	48.85	48.85		
RECONCILIATION OF SHARES:				
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:				
	31.3.2023		31.3.2022	
	No.of shares	% of holding	No.of shares	% of holding
1. Equity:				
Mr. Dilip Thomas	1,82,568	37.37	1,82,568	37.37
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	33,950	6.95	33,318	6.82
No bonus shares/buyback of shares in last 5 years.				
The company has only equity shares as on 31.03.2023. 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

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

NOTES FORMING PART OF CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH, 2023

(₹ in lakhs)

As at
31-03-2023 As at
31-03-2022

DISCLOSURE OF PROMOTERS SHARE HOLDING PATTERN:

	31.3.2023		31.3.2022	
	No.of shares	% of holding	No.of shares	% of holding
1. Equity:				
Mr. Dilip Thomas	1,82,568	37.37	1,82,568	37.37
Dalp Trading and Manufacturing Limited	1,04,123	21.31	1,04,123	21.31
L J International Limited	14,200	2.91	14,200	2.91
The Highland Produce Company Limited	100	0.02	100	0.02

NOTE: 3

RESERVES AND SURPLUS:

CAPITAL REDEMPTION RESERVE:

As per last Balance Sheet	22.60	22.60
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SHARE PREMIUM ACCOUNT:

As per last Balance Sheet	7.84	7.84
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GENERAL RESERVE:

As per last Balance Sheet	4,333.17		
Add: Sale proceeds of Rubber Trees	62.70		
Rubber Rehabilitation Allowance	6.88		
	4,402.75		
Less: Expenditure on Replanting Rubber	66.14		
	4,336.61	4,336.61	4,333.17

SURPLUS/(DEFICIT)

Profit/(Loss) for the period	(285.30)	(445.35)
Add: Surplus/(Loss) brought forward	(2,923.78)	(2478.43)
	(3,209.08)	(2923.78)
Surplus/(Deficit)	(3,209.08)	(2923.78)
Total	1,157.97	1,439.83

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

NOTES FORMING PART OF CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH, 2023

	As at 31-03-2023	(₹ in lakhs) As at 31-03-2022
NOTE: 4		
LONG TERM BORROWINGS:		
SECURED:		
a) TERM LOANS FROM BANKS:		
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 January 2022 and last		
instalment falling due on December 2024 (interest rate 9.75% PA) (PY 9.25% PA)	41.47	92.46
Repayable in 36 monthly instalments starting from February 2024 and last		
instalment falling due on January 2027 (interest rate 9.75% PA) (PY 9.25% PA)	70.39	74.00
b) VEHICLE LOANS:		
Against hypothecation of Vehicles:		
Repayable in 84 monthly instalments starting from October 2017		
(last instalment September 2024) - Rate of interest 9.90% per annum(PY 9.90% PA)	0.52	1.62
Repayable in 84 monthly instalments starting from April 2019		
(last instalment March 2026) - Rate of interest 8.85% per annum(PY 8.85% PA)	12.23	17.67
	124.61	185.75
<i>No loans have been guaranteed by Directors or others</i>		
<i>except GECL loan for which 100% guarantee given by NCGTCL</i>		
<i>Period and amount of continuous default</i>	Nil	Nil
NOTE: 5		
OTHER LONG-TERM LIABILITIES		
Others	0.03	0.03
	0.03	0.03
NOTE:6		
LONG TERM PROVISIONS		
Provision for Employees Benefits - Leave Encashment [Refer Note No.29(7)]	18.46	16.74
	18.46	16.74

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

NOTES FORMING PART OF CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH, 2023

(₹ in lakhs)

	As at 31-03-2023	As at 31-03-2022
NOTE: 7		
SHORT TERM BORROWINGS:		
From Banks - Secured:		
Cash Credit		
The Company's borrowing facilities comprising cash credit of Rs.1000 lakhs (PY Rs.1200 lakhs) secured against hypothecation of Stock-in-Trade, Standing Crops, Plant and Machinery and also equitable mortgage of the Estates together with Buildings thereon	542.16	742.17
<i>No loans have been guaranteed by Directors or others</i>		
<i>Period and amount of default as on 31.03.2023</i>	<i>Nil</i>	
Current maturities of long term debts (Refer Note 4)	61.07	52.42
ADVANCE FROM RELATED PARTIES - Unsecured:		
Loans from Directors (Rate of Interest 9% PA, (Previous year 9% PA)	1,000.00	1,000.00
Loans from Body Corporate (Rate of Interest 9% PA)	300.00	Nil
	1,903.23	1,794.59
NOTE : 8		
TRADE PAYABLES:		
a) Total outstanding dues of Micro Enterprises and Small enterprises and [Refer Note No.29(5)]	0.20	-
b) Total outstanding dues of Creditors other than Micro Enterprises and Small enterprises	315.11	324.64

The trade payables ageing schedule is as follows:

Particulars	Outstanding for following periods from due date of payment as on 31st March 2023					
	Unbilled Due	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	Nil	0.20	Nil	Nil	Nil	0.20
(iii) Others	8.50	217.89	2.25	2.25	84.22	315.11
(iii) Disputed dues - MSME	Nil	Nil	Nil	Nil	Nil	Nil
(iv) Disputed dues - Others	Nil	Nil	Nil	Nil	Nil	Nil

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

NOTES FORMING PART OF CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH, 2023

Particulars	Outstanding for following periods from due date of payment as on 31st March 2022					
	Unbilled Due	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	Nil	Nil	Nil	Nil	Nil	Nil
(ii) Others	8.50	241.93	11.92	11.01	51.28	324.64
(iii) Disputed dues - MSME	Nil	Nil	Nil	Nil	Nil	Nil
(iv) Disputed dues - Others	Nil	Nil	Nil	Nil	Nil	Nil

1) The amount due to Micro and Small Enterprises as defined in the “The Micro, Small and Medium Enterprises Development Act 2006” has been determined to the extent such parties have been identified on the basis of information collected by the Management. This has been relied upon by the Auditors. Refer Note No. 29 (5).

2) For related party balances, refer Note no. 29 (11)

	As at	(₹ in lakhs)
	31-03-2023	As at 31-03-2022

NOTE: 9

OTHER CURRENT LIABILITIES:

Interest accrued but not due on borrowings	1.08	1.48
Interest accrued and due on borrowings	18.75	15.50
Security Deposits	19.75	40.25
Other Payables - Statutory Liabilities	52.57	33.92
	92.15	91.15

NOTE: 10

SHORT TERM PROVISIONS:

Provision for Employee Benefits:		
- Leave Encashment [Refer Note No.29(7)]	11.65	11.09
- Gratuity [Refer Note No.29(7)]	73.13	25.10
Provision for Income tax	67.81	33.80
	152.59	69.99

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

NOTES FORMING PART OF CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH 2023

NOTE : 11

Property, plant and Equipment :

(₹ in lakhs)

Description	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	As at 01.04.2022	Additions	Deductions	As at 31.03.2023	Upto 31.03.2022	For the Year	Withdrawn	Upto 31.03.2023	As at 31.03.2023	As at 31.03.2022
LAND AND DEVELOPMENT										
- FREEHOLD (**)	123.26 <i>123.26</i>	Nil <i>Nil</i>	Nil <i>Nil</i>	123.26 <i>123.26</i>	Nil <i>Nil</i>	Nil <i>Nil</i>	Nil <i>Nil</i>	Nil <i>Nil</i>	123.26 <i>123.26</i>	123.26 <i>123.26</i>
BUILDINGS (**)	462.98 <i>462.98</i>	248.00 <i>Nil</i>	Nil <i>Nil</i>	710.98 <i>462.98</i>	358.94 <i>347.67</i>	12.03 <i>11.27</i>	Nil <i>Nil</i>	370.97 <i>358.94</i>	340.01 <i>104.04</i>	104.04 <i>115.32</i>
PLANT AND MACHINERY	729.15 <i>729.97</i>	57.37 <i>0.14</i>	Nil <i>0.96</i>	786.52 <i>729.15</i>	666.73 <i>656.91</i>	9.86 <i>10.71</i>	Nil <i>0.90</i>	676.59 <i>666.72</i>	109.93 <i>62.43</i>	62.43 <i>73.06</i>
BEARER PLANTS- RUBBER	Nil <i>Nil</i>	22.44 <i>Nil</i>	Nil <i>Nil</i>	22.44 <i>Nil</i>	Nil <i>Nil</i>	0.75 <i>Nil</i>	Nil <i>Nil</i>	0.75 <i>Nil</i>	21.69 <i>Nil</i>	Nil <i>Nil</i>
FURNITURE AND FITTINGS	31.50 <i>31.50</i>	Nil <i>Nil</i>	Nil <i>Nil</i>	31.50 <i>31.50</i>	30.28 <i>30.02</i>	0.18 <i>0.26</i>	Nil <i>Nil</i>	30.46 <i>30.28</i>	1.04 <i>1.22</i>	1.22 <i>1.49</i>
VEHICLES	146.02 <i>166.17</i>	Nil <i>Nil</i>	4.77 <i>20.15</i>	141.25 <i>146.02</i>	125.57 <i>135.26</i>	5.25 <i>8.26</i>	4.54 <i>17.95</i>	126.28 <i>125.57</i>	14.97 <i>20.45</i>	20.45 <i>30.91</i>
LIVESTOCK	684.02 <i>829.70</i>	0.00 <i>18.00</i>	228.86 <i>163.68</i>	455.16 <i>684.02</i>	Nil <i>Nil</i>	Nil <i>Nil</i>	Nil <i>Nil</i>	Nil <i>Nil</i>	455.16 <i>684.02</i>	684.02 <i>829.70</i>
TOTAL	2176.93	327.81	233.63	2271.11	1181.52	28.07	4.54	1205.05	1066.06	995.42
<i>Previous Year</i>	<i>2343.58</i>	<i>18.14</i>	<i>184.79</i>	<i>2176.93</i>	<i>1169.86</i>	<i>30.50</i>	<i>18.85</i>	<i>1181.51</i>	<i>995.42</i>	<i>1173.74</i>

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

(**) Includes Rs.1.38 Lakhs and Rs.12.45 Lakhs 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 Lakhs and Rs.0.62 Lakhs respectively as on 31.03.2023.

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, 2023

(₹ in lakhs)

As at
31-03-2023 As at
31-03-2022

NOTE: 12

CAPITAL WORK IN PROGRESS:

a) Bearer plants	232.17	216.53
b) Others	-	51.27

a) Bearer plants

Particulars	Amount in Capital Work in Progress for a period as on 31st March 2023				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Rubber Replanting	38.08	47.55	29.32	117.22	232.17
(ii) Project temporarily suspended	Nil	Nil	Nil	Nil	Nil

Particulars	Amount in Capital Work in Progress for a period as on 31st March 2022				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Rubber Replanting	47.55	29.32	26.35	113.31	216.53
(ii) Project temporarily suspended	Nil	Nil	Nil	Nil	Nil

b) Others

Particulars	Amount in Capital Work in Progress for a period as on 31st March 2023				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Project in progress	Nil	Nil	Nil	Nil	Nil
(ii) Project temporarily suspended	Nil	Nil	Nil	Nil	Nil

Particulars	Amount in Capital Work in Progress for a period as on 31st March 2022				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Project in progress	51.27	Nil	Nil	Nil	51.27
(ii) Project temporarily suspended	Nil	Nil	Nil	Nil	Nil

There are no capital-work-in progress whose completion is overdue or has exceeded its cost compared to its original plan.

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

NOTES FORMING PART OF CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH 2023

NOTE : 13

NON-CURRENT INVESTMENTS : (AT COST)

(₹ in lakhs)

Description	As at 01-04-2022		Additions		Deductions		As at 31-03-2023	
	No. of Shares/Bonds	Amount	No. of Shares/Bonds	Amount	No. of Shares/Bonds	Amount	No. of Shares/Bonds	Amount
I. SHARES IN COMPANIES:								
a) PREFERENCE SHARES (Unquoted)								
7% Cumulative preference Shares of								
AVR EdGE Networks Private Limited #	42370	100.00					42370	100.00
Less : Diminution in value		(5.08)						(5.08)
		<u>94.92</u>		<u>0</u>		<u>0</u>		<u>94.92</u>
b) EQUITY SHARES								
(i) QUOTED: (i)								
Bayer Crop Science Limited	100	0.01					100	0.01
Periakaramalai Tea & Produce Company Ltd	63	0.02					63	0.02
Tata Consumer Products Limited (Face value Rs. 1/- per share) (formerly Tata Global Beverages Limited)	1680	0.01					1680	0.01
		<u>0.04</u>						<u>0.04</u>
(ii) UNQUOTED:								
L J International Ltd.	588	0.84					588	0.84
A V Thomas & Company Ltd.	2000	0.02					2000	0.02
A.V.Thomas Investments Co. Ltd.	21000	2.10					21000	2.10
Tea Serve (Face Value ₹ 5000 per share)	1	0.05					1	0.05
Dalp Trading and Manufacturing Limited	5000	0.50					5000	0.50
Rajagiri Impex Limited *	150000	28.48					150000	31.68
Add/Less: Share of Profit/(Loss) for the year		3.20						0.87
		<u>31.68</u>						<u>32.55</u>
The Highland Produce Company Ltd. *	12208	27.36					12208	27.36
A V T International Limited *	100	0.20					100	0.20
AVR EdGE Networks Private Limited #	119340	250.00					119340	250.00
		<u>312.75</u>		<u>0</u>		<u>0</u>		<u>313.62</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 2023

NOTE : 13

NON-CURRENT INVESTMENTS : (AT COST)

(₹ in lakhs)

Description	As at 01-04-2022		Additions		Deductions		As at 31-03-2023	
	No. of Shares/Bonds	Amount (In ₹)	No. of Shares/Bonds	Amount (In ₹)	No. of Shares/Bonds	Amount (In ₹)	No. of Shares/Bonds	Amount (In ₹)
II. SHARES OF CO-OPERATIVE SOCIETIES :								
The Shaliacary Estate Employees								
Co-operative Society Ltd. (Unquoted)	1	0.0001					1	0.0001
III. INVESTMENT PROPERTIES:								
Purchase of Land for constructing Flat		430.10				430.10		-
Cost of constructing Flat (including fittings and fixtures)		243.63				243.63		-
Purchase of Land		319.27				319.27		-
Value of Land and Building (including fittings and fixtures)		454.88						454.88
Less: Depreciation		266.82				96.48		191.93
		1,181.06				896.52		262.95
Total		1,588.75		0		896.52		671.53

	31.03.2023	31.03.2022
Aggregate amount of Quoted Investments (Market Value Rs.16.20 Lakhs and previous year Rs.18.23 Lakhs)	3,821	3,821
Aggregate amount of Unquoted Investments	408.54	407.66
Aggregate amount of Immovable properties	454.88	1447.88
	863.45	1855.58
Less: Aggregate Depreciation on Immovable property	191.93	266.82
	671.53	1588.76

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

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

NOTES FORMING PART OF CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH, 2023

	As at 31-03-2023	(₹ in lakhs) As at 31-03-2022
NOTE: 14		
OTHER NON CURRENT ASSETS		
Deposits	12.38	11.94
	<u>12.38</u>	<u>11.94</u>

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

NOTES FORMING PART OF CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH, 2023

(₹ in lakhs)

As at 31-03-2023 As at 31-03-2022

NOTE: 16

INVENTORIES:

(Valued at lower of cost and net realisable value)

Finished goods	85.36	107.97
Stores and Spares	71.33	67.33
Nurseries	23.48	28.89
	180.17	204.19

NOTE: 17

TRADE RECEIVABLES:

Outstanding for more than six months from the date they become due for payment

Considered Good	172.54	0.44
Considered Doubtful	Nil	Nil
Less: Allowance for bad and doubtful advances	Nil	Nil
Total	172.54	0.44
Others		
Unsecured, Considered good	166.98	242.74
Total	339.52	243.18

Outstanding for following periods from due date of payment as on 31.03.2023

	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
Undisputed – considered good	166.98	Nil	172.10	Nil	0.44	339.52
Undisputed – considered doubtful	Nil	Nil	Nil	Nil	Nil	Nil
Disputed – considered good	Nil	Nil	Nil	Nil	Nil	Nil
Disputed – considered doubtful	Nil	Nil	Nil	Nil	Nil	Nil

Outstanding for following periods from due date of payment as on 31.03.2022

	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
Undisputed – considered good	242.74	Nil	Nil	0.44	Nil	243.18
Undisputed – considered doubtful	Nil	Nil	Nil	Nil	Nil	Nil
Disputed – considered good	Nil	Nil	Nil	Nil	Nil	Nil
Disputed – considered doubtful	Nil	Nil	Nil	Nil	Nil	Nil

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

NOTES FORMING PART OF CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH, 2023

	As at 31-03-2023	(₹ in lakhs) As at 31-03-2022
NOTE: 18		
CASH AND CASH EQUIVALENTS:		
Cash and Stamps on hand	1.18	1.13
Bank Balances:		
With Scheduled Banks:		
in Current account	743.70	13.36
in Deposit account	0.82	0.78
	745.70	15.27
With Scheduled Banks - Earmarked balances with Bank		
in Margin Money deposits accounts	125.40	119.97
	125.40	119.97
	871.10	135.24
Bank deposits with more than 12 months	Nil	Nil
NOTE: 19		
SHORT TERM LOANS AND ADVANCES:		
Unsecured, Considered good		
Advances recoverable in cash or in kind or for value to be received.	56.25	93.84
Input tax credits receivable	49.56	38.14
Advances on account of Capital Works	38.24	98.55
Deposits with NABARD	0.05	0.05
Tax payments pending adjustments	140.20	100.23
MAT Credit entitlement	2.00	2.00
	286.30	332.81

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

NOTES FORMING PART OF CONSOLIDATED STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH 2023

(₹ in lakhs)

	For the year ended 31-03-2023	For the year ended 31-03-2022
NOTE: 20		
SALE OF PRODUCTS:		
Rubber	1,583.22	1,741.38
Tea and Tea waste	317.82	390.91
Cardamom	102.42	176.59
Minor Produce	28.60	26.29
SALE OF SERVICES:		
Processing Income	134.05	109.47
	2,166.11	2,444.64
NOTE: 21		
OTHER INCOME:		
Income from non-current Investments	7.45	5.36
Interest Received		
From Banks	6.03	5.50
Others	10.58	9.47
Livestock Receipts - Stake money and others	22.48	20.40
Profit on Sale of Current Investments	0.58	2.76
Profit on Sale of Assets	0.76	0.24
Insurance claim received	10.15	3.02
Rent Received	70.25	68.27
Miscellaneous Receipts	95.85	77.27
Provision no longer required written back	5.04	4.89
Compensation from Powergrid Coporation	61.74	191.22
	290.91	388.40
NOTE: 22		
COST OF MATERIAL CONSUMED:		
Raw Material Consumed [Refer Note No. 29 (1)]		
Latex Procured	198.41	214.54
Bought Leaf	10.86	73.30
	209.27	287.84
NOTE: 23		
OTHER MANUFACTURING EXPENSES:		
Power and fuel consumed	108.09	108.04
Stores, spares, chemicals and packing materials consumed [(Refer Note No. 29 (1))]	323.74	270.16
Transport and Warehousing	31.20	33.77
Repairs - Plant and Machinery	20.53	15.77
Repairs - Buildings	37.59	26.67
	521.15	454.41

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

**NOTES FORMING PART OF CONSOLIDATED STATEMENT OF PROFIT & LOSS
FOR THE YEAR ENDED 31ST MARCH 2023**

	For the year ended 31-03-2023	(₹ in lakhs) For the year ended 31-03-2022
NOTE: 24		
CHANGE IN INVENTORIES/STOCK-IN-TRADE:		
OPENING STOCK :		
Rubber	58.90	73.42
Tea	41.99	38.13
Cardamom	7.08	17.40
	107.97	128.95
CLOSING STOCK :		
Rubber	51.06	58.90
Tea	24.70	41.99
Cardamom	9.60	7.08
	85.36	107.97
	(+) 22.61	(+) 20.98
	29.03	
NOTE: 25		
EMPLOYEE BENEFIT EXPENSES		
Salaries and Wages	1625.59	1,571.23
Contribution to Provident and other Funds	158.30	149.40
Provision for Gratuity [Refer Note No.29 (7)]	73.13	25.10
Provision for Leave Encashment [Refer Note No.29 (7)]	2.30	(6.01)
Welfare Expenses	75.04	74.49
	1934.36	1,814.21
NOTE: 26		
FINANCE COSTS:		
Interest	203.03	178.05
Other finance cost	4.41	3.95
	207.44	182.00

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

**NOTES FORMING PART OF CONSOLIDATED STATEMENT OF PROFIT & LOSS
FOR THE YEAR ENDED 31ST MARCH 2023**

	For the year ended 31-03-2023	For the year ended 31-03-2022
(₹ in lakhs)		
NOTE: 27		
LIVE STOCK EXPENDITURE:		
Live Stock - Broodmares/Race Horses		
Maintenance and other expenses	107.97	108.55
Livestock written off	205.00	163.67
Loss on sale of horses	21.41	-
	334.38	272.22
 NOTE: 28		
OTHER EXPENSES:		
Rent and Amenities	4.09	4.21
Rates and Taxes	20.40	25.72
Brokerage and Commission	4.05	20.48
Repairs and Maintenance :-		
Buildings	10.51	9.51
Plant and Machinery	2.64	3.80
Vehicles	24.08	19.99
Others	4.50	1.16
Printing and Stationery	3.83	3.66
Postage and Telephones	4.48	5.28
Legal Expenses	4.89	3.21
Directors' Sitting Fees	1.50	1.20
Auditor's Remuneration:-		
For Audit	8.50	8.50
For Certification / Tax Audit	3.02	2.90
For Tax Representation	4.48	2.50
For Travelling and other Expenses	2.85	2.55
Insurance	15.11	15.48
Advertisement	0.98	0.94
Bank Charges	0.30	0.59
Travelling Expenses	11.85	8.18
Sundry debit balances not receivable written off	10.52	1.22
Rubber Rehabilitation Allowance	6.88	6.71
Professional Fees	4.89	4.37
Miscellaneous Expenses	29.32	43.72
	183.67	195.88

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

NOTES ON CONSOLIDATED ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2023

	Year ended 31st March 2023	%	Year ended 31st March 2022	
NOTE: 29				
OTHER NOTES:				
1. PARTICULARS OF CONSUMPTION:	Value in ₹ lakhs	%	Value in ₹ lakhs	%
(a) Raw Materials:				
(i) Latex - Indigenous	198.41	100	214.54	100
(ii) Bought Leaf - Indigenous	10.86	100	73.30	100
	209.27		287.84	
(b) Stores and Spares				
Indigenous	323.74	100	270.16	100
Imported	Nil		Nil	
	323.74	100	270.16	100
			Year ended 31st March 2023 (₹ in lakhs)	Year ended 31st March 2022 (₹ in lakhs)
2. C.I.F. VALUE OF IMPORTS:			Nil	Nil
3. EARNINGS / EXPENDITURE IN FOREIGN CURRENCY:				
a) Earnings:			Nil	Nil
b) Expenditure				
Foreign Travel			Nil	Nil
4. EARNINGS PER SHARE:				
Profit/(Loss) after Taxation			(285.30)	(445.35)
Number of Equity Shares outstanding at the end of the year			4,88,500	4,88,500
Earnings per Share (Basic and Diluted) (in Rs.)			(58.40)	(91.17)
5. Total outstanding to Micro and Small Enterprises (SMEs)				
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 2023 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			0.20	Nil
(ii) Principal due to Medium Enterprise			19.38	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

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

NOTES ON CONSOLIDATED ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2023

NOTE : 29 (Contd..)

OTHER NOTES (Contd..)

	Year Ended 31st March 2023 ₹ in lakhs	Year Ended 31st March 2022 ₹ in lakhs
6 CONTINGENT LIABILITIES:		
a) Sales-tax demands disputed in appeals, against which Rs.28.59 lakhs is paid and included under Other Current Assets	100.60	100.60
b) Claims against the Company not acknowledged as debts	9.50	9.50
c) Estimated amount of Contracts remaining to be executed on Capital Account	-	160.00
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 2023

NOTE: 29 (Contd.)

OTHER NOTES (Contd..)

7. Employee Benefits (Contd..)

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

(₹ in lakhs)

	As at 31.03.2023		As at 31.03.2022	
	Gratuity (Funded Plan)	Leave Encashment (Non Funded Plan)	Gratuity (Funded Plan)	Leave Encashment (Non Funded Plan)
Present Value of the Obligation as on 1.04.2022	792.85	27.82	745.91	33.83
Current Service Cost	49.70	2.90	47.81	5.04
Interest Cost	53.44	1.84	45.93	1.78
Benefits Paid	(25.34)	(1.84)	(38.26)	(11.23)
Actuarial loss / (gain)	33.68	(0.60)	(8.54)	(1.61)
Present Value of the Obligation as on 31.03.2023	904.33	30.12	792.85	27.81
c) Reconciliation of changes in the fair value of Plan Assets:				
Fair Value of Plan Assets as on 1.04.2022	767.75	Nil	712.92	Nil
Adjustment to Opening Fair Value of Plan Assets				
Expected return on plan assets	52.82	Nil	45.14	Nil
Contribution by the Company	31.96	1.84	40.72	11.23
Benefits Paid	(25.34)	(1.84)	(38.26)	(11.23)
Actuarial gain / (loss)	4.01	Nil	7.23	Nil
Fair Value of Plan Assets as on 31.03.2023	831.20	Nil	767.75	Nil
d) The total expense recognised in the profit and loss account is as follows:				
Current Service Cost	49.70	2.90	47.81	5.04
Interest Cost	53.44	1.84	45.93	1.78
Expected return on plan assets	(52.82)	NA	(45.14)	NA
Net Actuarial (gain) / loss recognised in the year	29.67	(0.60)	(15.77)	(1.61)
	79.99	4.14	32.83	5.21
e) Reconciliation of Net Liability recognised in the balance sheet				
Net Liability as at the beginning of the year	25.11	27.82	32.99	33.83
Adjustment to Opening Fair Value of Plan Assets	-			-
Add : Expense as (d) above	79.99	4.14	32.83	5.21
Less: Employers Contribution / Payment	31.97	1.84	40.72	11.23
Net Liability as at the end of the year	73.13	30.12	25.10	27.81
f) Constitution of Plan Assets:				
Investments in LIC Group Gratuity Scheme	831.20	Not Applicable	767.75	Not Applicable

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

NOTES ON CONSOLIDATED ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2023

NOTE: 29 (Contd.)

OTHER NOTES (Contd..)

(₹ in lakhs)

7 Employee Benefits: (Contd.)

	As at 31.03.2023		As at 31.03.2022	
	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	7.29%	7.29%	6.85%	6.85%
Salary Escalation Rate	8.50%	8.50%	7.00%	7.00%
Attrition Rate	5.00%	5.00%	5.00%	5.00%
Expected rate of return on plan assets	7.29%	NA	6.85%	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>31.03.2023</u>	<u>31.03.2022</u>	<u>31.03.2021</u>	<u>31.03.2020</u>	<u>31.03.2019</u>
Gratuity funded plan					
Defined Benefit Obligation	904.32	792.85	745.91	734.28	696.14
Plan Assets	831.20	767.75	712.93	694.43	659.43
Surplus/(Deficit)	(73.13)	(25.11)	(32.99)	(39.85)	(36.71)
Experience adjustment - Plan Liability	33.68	(8.54)	(6.92)	(2.47)	3.13
Experience adjustment - Plan Assets	4.01	7.23	1.65	(2.96)	1.10

The Company expects to fund Rs.80 lakhs towards its Gratuity Plan during the year 2023-2024.

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.149.31 lakhs 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 RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

NOTES ON CONSOLIDATED ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2023

NOTE: 29 OTHER NOTES (Contd..)

8 LAND (Contd..)

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 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 favourable order was obtained on 20-01-23. Company has approached forest department to restore the area.
- (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 order 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. Forest Department went on appeal before the Supreme Court and the case was dismissed. The management has again given letter to forest department to restore 21.45 Acres (8.650 Hectares) to the company as per the High Court order.
- d) 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 Mariveethyl 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 objections to the Commission Report. Management now filed OP No. 1826/2019 before the High Court requesting to direct the Lower Court to accept our objections. The case is remanded back to Sub- Court Sulthan Bathery and the judgement is pending.

Further the management has taken special resolution via postal ballot from the members for the sale of Chullika Estate for a consideration of not less than 50 Crores. The postal ballot commenced on 14th March 2023 and ended on 12th April 2023 and the special resolution was passed by the member via ballot. However, the final sale of the estate is based on the judgement of the above mentioned court proceedings.

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

NOTES ON CONSOLIDATED ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2023

NOTE: 29 OTHER NOTES (Contd..)

8 LAND (Contd..)

- e) Sri. Beeran and Sri Ibrahim, residents of Chulika Estate encroached Company's land which is surrounded on all sides by companies Plantation Crops. Company filed a suit for perpetual injunction as OS No. 174/2013 in respect of 2.40 acres for Beeran and 4.43 acres for Ibrahim and the suit was decreed in companies favour. Sri Beeran and Ibrahim, filed an appeal and by order dated 13.06.2017 case was remanded back to trial Court for fresh consideration. Company challenged this order before the Hon'ble High Court in FAO No. 206/2017 and the court remanded the case to lower court for appointing a fresh commission to locate and identify the property based on the document of title and possession and with a further direction that the parties shall be permitted to adduce further evidence. The report of Advocate Commissioner in this regard is pending.
- f) 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.

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

- A V Thomas & Company Limited
- A V Thomas International Limited
- L.J.International Limited
- A V Thomas Investments Company Limited
- The Highland Produce Company Limited
- DALP Trading and Manufacturing Limited
- A V Thomas Leather and Allied Products Private Limited
- A V Thomas Exports Limited
- Doors and More Wood Products Limited
- DALP Benevolent Trust
- J Thomas Educational and Benevolent Trust
- Rajagiri Impex Limited
- AVR Edge Networks Private Limited

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

NOTES ON CONSOLIDATED ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2023

NOTE : 29 (Contd.)

OTHER NOTES (Contd..)

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

Details of Transactions:	Year ended 31.03.2023		Year ended 31.03.2022	
	Associates (₹ in lakhs)	Key Management Personnel (Including Relatives) (₹ in lakhs)	Associates (₹ in lakhs)	Key Management Personnel (Including Relatives) (₹ in lakhs)
INCOME				
Sales	107.07	Nil	189.12	Nil
Dividend Received	7.25	Nil	5.27	Nil
Rent Received	0.24	Nil	0.24	Nil
Miscellaneous Receipts	59.22	Nil	50.58	Nil
EXPENDITURE:				
Purchases	1.09	Nil	1.18	Nil
C & F/Warehousing Charges paid	2.15	Nil	3.00	Nil
Rent Paid	0.12	Nil	0.12	Nil
Interest paid	Nil	84.74	Nil	78.41
Interest paid on ICD	13.61	Nil	Nil	Nil
Sitting fees paid	Nil	0.50	Nil	0.50
Dividend Paid	Nil	Nil	Nil	Nil
Remuneration paid	Nil	104.79	Nil	104.79
Commission/other expenses paid	3.44	Nil	19.92	Nil
OTHERS:				
ICD Accepted	300.00	Nil	Nil	Nil
Loans taken	Nil	210.00	Nil	200.00
Loans repaid	Nil	210.00	Nil	Nil
BALANCE AS ON 31st MARCH 2023				
Debit Balance	2.36	Nil	64.07	Nil
Credit Balances	319.38	1000.00	10.75	1000.00

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

NOTES ON CONSOLIDATED ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2023

NOTE : 29 (Contd.)

OTHER NOTES (Contd.)

12. Exceptional Items

Sale of Land/Building

The Investment properties situated at Chennai was sold during the Financial Year 2022-23 as per approval of the Board Resolution No. 37 Dated 10th February 2022 and No.52 dated 28th February 2023. The property was sold for a profit of Rs.720.35 lakhs.

Sale consideration	1616.87
Book Value and Expenditure in relation to sale	(896.52)
Net profit on sale of Investment Property	<u>720.35</u>

13. Additional Regulatory Information as required under Schedule III Division I of Companies Act, 2013:

- (i) The Company does not hold any Benami property and there are no Proceedings have been initiated or pending against the company for holding any benami property under the Benami Transactions (Prohibitions) Act, 1988(45 of 1988) and the rules made thereunder.
- (ii) The Company is not declared willful defaulter by any bank or financial institution or other lender in any time during the year and previous year.
- (iii) The company has no transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956.
- (iv) All the charges/satisfaction are registered with Registrar of Companies within the statutory period as specified in the Companies Act, 2013.
- (v)(a) The Company confirms that no funds(which are material either individually or in the aggregate)have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds)by the Company to or in any other person or entity, including foreign entity(“Intermediaries”),with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company(“Ultimate Beneficiaries”)or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- (b) The Management confirms that no funds (which are material either individually or in the aggregate)have been received by the Company from any person or entity, including foreign entity(“Funding Parties”),with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party(“Ultimate Beneficiaries”)or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- (vi) There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.
- (vii) The Company has not traded or invested in Crypto currency or Virtual Currency anytime during the financial year.
- (viii) During the year there are no loans or advances made to Promoters, Directors, KMPs and related parties.
- (ix) The Company has borrowings from banks on the basis of security of current assets.
- (x) The Quarterly returns / statements of current assets filed by the Company with the banks are agreement with books of accounts and hence no separate disclosure is made for reason for discrepancies.
- (xi) The Company has complied with Sec 2(87) of the Act read with Companies (Restriction on number of Layers) Rules, 2017 for the investments made by the Company.
- (xii) All title deeds of immovable properties are in the name of the company.

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

NOTES ON CONSOLIDATED ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2023

NOTE: 29 (Contd.)

OTHER NOTES (Contd..)

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 Gazzatte 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

Place : Chennai

Date : 09.08.2023

For and on behalf of the Board

DILIP THOMAS

Chairman

DIN: 00052185

PRIYALATHA THOMAS

Managing Director

DIN: 00052237

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 ₹	%
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	-	-
2021/2022	(4,48,54,950)	53,22,700	-	-	14,23,15,815	-	-
2022/2023	(2,86,17,112)	49,65,629	-	-	11,40,42,785	-	-

THE RAJAGIRI RUBBER AND PRODUCE COMPANY LIMITED, ALAPPUZHA

**Area As On 01-04-2023
(In Hectares)**

	Rajagiri Estate	Shaliacary Estate	Total
	Rubber		
Mature	210.81	399.04	609.85
Immature	78.50	161.42	239.92
Centrifuging Plant		3.52	3.52
Nurseries, Fuel Clearing, Minor Produce, Roads, Buildings etc	25.96	52.29	78.25
TOTAL	315.27	616.27	931.54

Area as on 01.04.2023

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

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 86th Annual General Meeting of the Company, to be held on Tuesday the 26th day of September, 2023 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 2023

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

Resolution Number	Resolution
Ordinary Business	
1.	Adoption of Financial statements (including the Consolidated Financial Statements) for the year ended 31 st March 2023, the Reports of the Board of Directors and Auditors thereon
2.	To appoint a Director in the place of Mr. K.Suresh who retires by rotation and is eligible for re-appointment.
3.	To appoint a Director in the place of Mr. K.S Manian who retires by rotation and is eligible for re-appointment
Special Business	
4.	Re-appointment of Mrs. Priyalatha Thomas as Managing Director for a period of three years from 1st June 2023 to 31st May 2026
5.	Payment of remuneration to Mrs. Priyalatha Thomas on her re-appointment as Managing Director

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

ATTENDANCE SLIP

I hereby record my presence at the 86th Annual General Meeting of the Company at 11.00 A.M on Tuesday the 26th day of September 2023 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

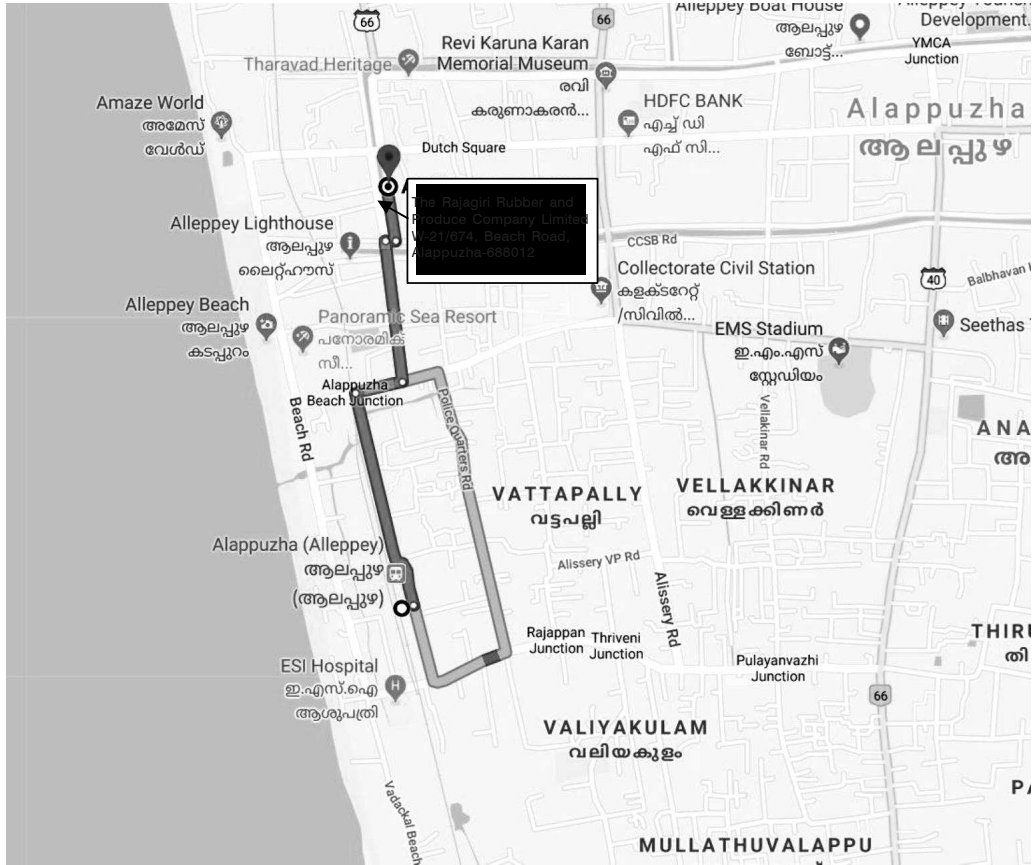
Email ID:.....

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

Alappuzha Railway Station to The Rajagiri Rubber and Produce Company Limited



Alappuzha KSRTC bus stand to The Rajagiri Rubber and Produce Company Limited

