



**KERALA ENVIRO
INFRASTRUCTURE LIMITED**

**EIGHTEENTH
ANNUAL REPORT
2022-2023**

COMMITTED TO CLEAN ENVIRONMENT

KERALA ENVIRO INFRASTRUCTURE LIMITED

18TH ANNUAL REPORT

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NOTICE OF 18TH ANNUAL GENERAL MEETING

Notice is hereby given that the 18th Annual General Meeting of the members of the Company will be held on Saturday, 15th July 2023, at 2.30 pm through Video Conferencing ('VC') to consider the following business:

ORDINARY BUSINESS:

- 1. To receive and adopt the Annual Accounts of the Company for the year ended 31st March 2023 as audited and reported by the Auditors of the Company and the Directors' Report to the Shareholders.**
- 2. To appoint a Director in place of Shri. Arun C Ashar (DIN: 00192088) who retires by rotation and being eligible offers himself for re appointment**

RESOLVED THAT pursuant to provisions of Section 152 and other applicable provisions, if any, of the Companies Act 2013 and the Companies (Appointment and Qualification of Directors) Rules 2014, Shri. Arun C Ashar (DIN: 00192088) Director, who retires by rotation and being eligible offers himself for reappointment, be and is hereby appointed as a Director of the Company whose period of office will be liable to retire by rotation."

- 3. To appoint a Director in place of Shri. Sunder Balasubramanian (DIN: 02153103) who retires by rotation and being eligible offers himself for re appointment.**

RESOLVED THAT pursuant to provisions of Section 152 and other applicable provisions, if any, of the Companies Act 2013 and the Companies (Appointment and Qualification of Directors) Rules 2014. Shri. Sunder Balasubramanian (DIN: 02153103) Director, who retires by rotation and being eligible offers himself for reappointment, be and is hereby appointed as a Director of the Company whose period of office will be liable to retire by rotation."

For KERALA ENVIRO INFRASTRUCTURE LIMITED

Sd/-

Place : Kochi
Date : 21.04.2023

**(Merin Philip)
Company Secretary
Membership No.: A41680**

NOTES:

1. The Ministry of Corporate Affairs (“MCA”) has vide its circular dated May 5, 2020 and May, 5, 2022 permitted the holding of the Annual General Meeting (“AGM”) through Video Conferencing (VC) without the physical presence of the Members at a common venue. In compliance with the provisions of the Companies Act, 2013 and MCA Circulars, the facility for participation of meeting through VC is arranged for members.
2. AGM is being held pursuant to the MCA Circulars through VC, physical attendance of Members has been dispensed with. Accordingly, the facility for appointment of proxies by the Members will not be available for the AGM and hence the Proxy Form and Attendance Slip are not annexed to this Notice. However, in pursuance of Section 113 of the Act, representatives of the Institutional / Corporate shareholders (i.e. other than individuals, HUF, NRI, etc.) shall be appointed for participation in the meeting held through VC and they are required to send a scanned copy (PDF/JPG format) of the relevant Board Resolution/ Authority letter authorizing its representative to attend the AGM through VC.
3. In compliance with the aforesaid MCA Circulars, Notice of the AGM along with the Annual Report 2022-23 is being sent through speed post as well as electronic mode to those Members whose email addresses are registered with the Company. For receiving the copy of Notice and Annual Report through email, members may send their email ids to p.merin@beil.co.in/amit.ved@beil.co.in.

Members may note that the Notice and Annual Report of 2022-23 will also be available on the Company’s website www.keralaenviro.com.

4. Members attending the AGM through VC shall be counted for the purpose of reckoning the quorum under Section 103 of the Act.

INSTRUCTIONS FOR MEMBERS FOR ATTENDING THE AGM THROUGH VC ARE AS UNDER:

1. **Members will be able to attend the AGM through VC (Zoom App) by using following link**
Join Zoom Meeting
<https://us02web.zoom.us/j/87209569852?pwd=M1RubGx0akJSRkNpWnhKNHV5QzFFdz09>
Meeting ID: 872 0956 9852
Passcode: 477061
2. Facility of joining the AGM through VC shall open 15 minutes before the time scheduled for the AGM.
3. Members are requested to confirm whether they will be attending the meeting through electronic mode (through Video Conferencing) and the confirmation of the same may be conveyed through e-mail at p.merin@beil.co.in/amit.ved@beil.co.in on or before 11/07/2023.
4. For any assistance for participating in AGM, members can contact Merin Philip, CS at p.merin@beil.co.in/Mr.Amit M Ved at amit.ved@beil.co.in (0484-2950433).

Kerala Enviro Infrastructure Limited

CORPORATE PROFILE

CIN: U24129KL2005PLC017973

Board of Directors	CSR Committee
<p>Arun Chandrasen Ashar Chairman Ashok Panjwani Director M.B. Trivedi Director Dr. P.N. Parameshwaran Moothathu Director Sunder Ramaswamy Balasubramanian Director Prof. (Dr). G. Madhu Independent Director K. George Independent Director Ashok Kumar Sharma Nominee Director Nithesh B. Nominee Director Mohanchandran Madampath Nominee Director</p>	<p>Arun C Ashar - Chairman Ashok Panjwani - Member Prof. (Dr). G. Madhu - Member</p>
Key Managerial Personnel	Auditors
<p>Dr. N.K. Pillai - Chief Executive Officer Amit M. Ved - Chief Financial Officer Merin Philip - Company Secretary</p>	<p>M/s. Krishnamoorthy & Krishnamoorthy Chartered Accountants Palam Road, Cochin</p>
Audit Committee	Internal Auditors
<p>Prof. (Dr). G. Madhu - Chairman Ashok Panjwani - Member K. George - Member</p>	<p>M/s. Manubhai & Shah LLP Chartered Accountants Ahmedabad</p>
Nomination & Remuneration Committee	Bankers
<p>Ashok Panjwani - Chairman Prof. (Dr). G. Madhu - Member K. George - Member</p>	<p>(i) HDFC Bank Limited Choice Towers Manorama Branch Kadavanthra & Kakkanad Branch</p>
	Registered Office
	<p>Inside FACT Cochin Division Campus Ambalamedu, Cochin - 682 303 Phone : 0484-2950433 2722141, 241, 341 E-mail : drnkpillai@beil.co.in amit.ved@beil.co.in p.merin@beil.co.in Website : www.keralaenviro.com</p>

ABOUT THE COMPANY

Kerala Enviro Infrastructure Ltd (KEIL) is a public limited Company functioning at the industrial hub of Ambalamedu, Kochi. The Company is functioning at the 50 acres of land purchased in the name of Govt. of Kerala from FACT-Cochin Division, and leased to KEIL for 50 years. The company disposes solid hazardous waste from various industries in the state of Kerala, in engineered landfills, after treatment if necessary.

Background

The Hon. Supreme Court of India vide its order dated 14th October 2003 directed closure of all industries operating in violation of Hazardous Waste Rules. The Court also constituted a Monitoring Committee to oversee that the directions of the Court are implemented timely. As per the Supreme Court Order, all the States generating more than 20,000 tonnes / annum of hazardous wastes are to set up facilities for Treatment, Storage and Disposal (TSDF) of solid hazardous waste. The facility has to be created as per the guidelines and norms issued by Central Pollution Control Board (CPCB) and Ministry of Environment & Forest (MoEF), Govt. of India.

The Supreme Court Monitoring Committee (SCMC) in their report to the State Govt. in August 2004, directed Kerala State Pollution Control Board (KSPCB) to order closure of industries which were either working without authorization of KSPCB or in violation of Hazardous Waste Rules. The SCMC had also recommended to the Govt. of Kerala to take steps for setting up of a Common TSDF for disposing hazardous solid waste generated by industrial units in the State.

In view of the directive from SCMC, the Govt. of Kerala appointed Kerala State Industrial Development Corporation (KSIDC) as the Nodal Agency to take steps for promoting a Special Purpose Vehicle (SPV) for setting up and maintaining a Common Hazardous Waste TSDF (CHWTSDF) in the State.

KSIDC promoted the Public Limited Company 'Kerala Enviro Infrastructure Ltd (KEIL)' as a Special Purpose Vehicle for implementing the project. M/s UPL Ltd was appointed as the Developers for the project with majority equity participation.

Besides M/s UPL Ltd 86 big, medium and small industries in the State are shareholders in KEIL.

Hazardous Waste Management:

The company had an initial capacity to dispose 10 lakh MT of hazardous waste over a period of 20 years. The Common TSDF of KEIL is the only facility in Kerala to collect, transport, treat and dispose hazardous waste as per Hazardous and Other Wastes (Management and Transboundary Movement) Rules, 2016. The capacity of the landfill has since been enhanced to 27.5 lakh MT with necessary approval from State Environmental Impact Assessment Authority (SEIAA) and Kerala State Pollution Control Board.

Secured landfills:

Secured landfills are built as per design given by IIT, Delhi and approved by Kerala State Pollution Control Board. Each cell is inspected by experts before construction, during construction

and end of construction. Currently KEIL has constructed 7 cells for waste disposal out of which 6 cells are filled with waste and capped. Seventh cell is in operation now and Construction of the 8th cell is in progress.

The wastes which are suitable for direct disposal in the landfill are disposed directly in the landfill and wastes which require pretreatment/stabilization are subjected to necessary treatment before disposal in the landfill.

Biomedical Waste Treatment Disposal Facility – KEIL has started a Common Biomedical Waste Treatment and Disposal Facility at Ambalamedu. This facility is operational since May 2021. The facility has a capacity to treat 16 Metric tonnes of Bio-medical waste per day complying with Biomedical Waste Management Rules.

E-Waste Management:

KEIL has an authorized collection centre and dismantling facility for e-waste in the state of Kerala.

RO Plant:

In order to effectively manage the Leachate generated from Landfill, your company has set up a Pre-treatment & Reverse Osmosis Plant (RO Plant) during FY 2019-20, and the plant is in regular operation now.

DIRECTORS' REPORT

To the Members,

Your Directors have pleasure in presenting before you the 18th Annual Report of your Company for the year ended 31st March 2023. The profit and loss account for the year ended 31st March 2023 and the balance Sheet as on that date together with the schedules and notes forming part of Balance Sheet and Profit/Loss Account as audited and reported by the Auditors of the Company are attached herewith.

Financial Highlights:

Highlights of financial Results as per Ind (AS) for the year are as under:

(Rs. '000)

Particulars	Year Ended 31 st March 2023	Year Ended 31 st March 2022
Revenue from operations	2,77,307	1,77,112
Other Income	10,682	10,034
Total Revenue	2,87,989	1,87,146
Cost of Material Consumed	17,794	21,733
Depreciation and amortization expense	28,602	26,452
Other Expenses	228270	197035
Total Expense	2,74,666	2,45,220
Profit/Loss before tax	13,323	(58,074)
Current Tax	-	-
Previous Year Tax	-	(191)
Profit or Loss after Tax	13,323	(57,883)
Other comprehensive income	6	(72)

**Previous year's figures have been regrouped/reclassified where ever necessary to correspond with the current years classification/disclosure*

Operational Performance:

The total quantity of waste received during the F.Y. 2022-23 is 46749 MT as compared to 45376 MT of waste received during 2021-22.

The total income generated by the Company is Rs.2879.89 Lakhs compared to Rs. 1871.46 Lakhs generated in the previous year. The profit earned by your company is Rs.133.23 lakh in comparison with loss incurred Rs. 580.74 lakh during the previous year.

Biomedical waste Treatment and Disposal Facility

The Common Biomedical Waste Treatment and Disposal Facility of KEIL is continuing its operations, the company was making efforts for increasing the affiliation of Private hospitals and to thus improve the financial performance of the company. As of now company is approaching various private healthcare facilities for affiliation with KEIL and transfer of biomedical waste for treatment at KEIL common Facility. So far 1060 HCF consisting of 611 Govt Health care facilities (137 hospitals and 474 clinics/dispensary/ labs / veterinary clinic) and 449 Private Health care facilities (29 hospitals and 420 clinics/labs/dispensary/veterinary clinics) have taken affiliation in KEIL. The total bed strength of hospitals affiliated to KEIL is 18412 (12193 beds in Government Sector and 6219 beds in private sector) addition of 242 beds in month of March 2023.

The SLPs filed in Hon. Supreme Court of India, by Private Hospital Association along with IMAGE/IMA and a few private hospitals are still pending and is now posted for hearing on 11/05/2023.

At present the average waste receipt is 10.9MT/day, against the design capacity of 16 MT. KEIL is continuing its efforts to improve the Biomedical waste collection.

Expansion of the existing landfill capacity

Your company is proceeding with necessary steps for enhancing the existing landfill capacity of 10 Lakh Metric Ton to 27.5 Lakh MT. Consent variation Order for expanding the landfill capacity is received from KSPCB

Share Capital:

During the Financial Year 2022-23 the company has issued and allotted 5269841 (Fifty two lakh sixty nine thousand eight hundred and forty one) number of rights equity shares of Rs.10/- each at a premium of Rs. 7.07/- per share for cash aggregating to 89956185.87/- (Rs.Eight crore ninety nine lakh fifty six thousand one hundred and eighty five and eighty seven paise only) to existing shareholders of KEIL.

Further to the above allotment the paid-up equity share capital has increased from 143630070/- as on March 31, 2022 to 196328480/- as on March 31, 2023. There was no change in the authorized capital of the company during the year under report and the authorized capital of the company is Rs.22,00,00,000/-.

During the Financial Year 2022-23 the company has not issued any shares with differential rights or shares under an employee stock option scheme or sweat equity shares.

Transfer to Reserve:

The company has transferred an amount of Rs 133.23 lakhs to its reserves during the year under scrutiny.

Dividend:

In view of the not very satisfactory financial performance of the company, Your Directors do not recommend any Dividend for the year under review.

Transfer of unclaimed dividend to investor education and protection fund:

In terms of Section 125(2) of the Companies Act, 2013, no unclaimed or unpaid Dividend relating to the financial year is due for remittance to the Investor Education and Protection Fund established by the Central Government.

Details of Subsidiary/ Joint Ventures/ Associate Companies:

The Company does not have any Subsidiaries/Joint ventures or Associate Companies.

Deposit from Public:

The Company has not accepted any deposits from public and as such no amount on account of principal or interest on deposit from public was outstanding as on the date of the Balance Sheet.

Directors and Key Managerial Personnel:

(i) The composition of Board of Directors as on 31.03.2023 is as follows:

Sl. No.	Name of Director	Designation
1.	Sri. Arun Chandrasen Ashar	Director -Chairman
2.	Sri. Ashok Panjwani	Director
3.	Sri. M.B. Trivedi	Director
4.	Dr. P.N. Parameshwaran Moothathu	Director
5.	Sri. Sunder Ramaswamy Balasubramanian	Director
6.	Prof. (Dr). G. Madhu	Independent Director
7.	Sri. K. George	Independent Director
8.	Sri. Ashok Kumar Sharma	Nominee Director
9.	Sri. Nithesh B.	Nominee Director
10	Sri. Mohanchandran Madampath	Nominee Director

During the period under report, Mr.Mohanchandran Madampath, Chief General Manager (Cochin Division) of FACT was appointed as new nominee Director in the board of KEIL in place of Mr. Ajith Kuamr T.P, who vacated office on 31/05/2022.

During the period under report, Directors Shri. Arun Chandrasen Ashar and Shri.Sunder Ramaswamy Balasubramanian are liable to retire by rotation and being eligible offer themselves for reappointment and your Directors recommend their re appointment.

Necessary resolutions proposing their re appointment is being placed at the ensuing Annual General Meeting.

(ii) Key Managerial Personnel:

As per Section 203 of Companies Act 2013, Companies having more than 10 crores as Paid up share capital are required to appoint Key Managerial Personnel.

The details of KMP as on 31st March 2023 are as follows:

Sl. No.	Name of KMP	Designation
1.	Dr.N.K Pillai	Chief Executive Officer
2.	Amit M. Ved	Chief Financial Officer
3.	Merin Philip	Company Secretary

Declaration given by Independent Directors:

Pursuant to the provisions of sub-section (7) of Section 149 of the Companies Act, 2013, the Independent Directors of the company viz Dr.G Madhu and Mr.K George have given declaration to the Company that they qualify the criteria of independence as required under Section 149(6) of the Companies Act 2013.

Board Meetings:

During the Financial Year 2022-23, Four (04) Meetings of Board of Directors were held. The details of the Board Meetings are given below:

Sl. No.	Date of Board Meeting	Board Strength	No. of Directors Present
1.	26.04.2022	10	9
2.	10.08.2022	9	7
3.	14.11.2022	10	8
4.	14.02.2023	10	7

Directors Responsibility Statement:

Pursuant to the requirement of Section 134(5) of the Companies Act 2013, and based on the representations received from the management, the directors hereby confirmed that:

- a) in the preparation of Annual Accounts for the financial year 2022-23, the applicable accounting standards had been followed, along with proper explanation relating to material departures.
- b) the directors had selected the accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent, so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit/loss of the Company for that period.
- c) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company for preventing and detecting fraud and other irregularities.
- d) the directors had prepared the annual accounts on an ongoing concern basis; and
- e) the directors had devised proper system to ensure compliance with the provisions of all applicable laws and that such system was adequate and operating effectively.

Material Changes and Commitment if any under Section 134(3) (I)

No material changes and commitments affecting the financial position of the Company occurred between the end of the financial year and the date of this report.

Disclosure u/s 143(12)

The Auditors of the company have not reported any fraud pursuant to section 143(12) of the Companies Act 2013 during the year under review.

Loans, Guarantees or Investments under Section 186:

The Company has neither provided any loans nor any guarantees nor made any investments under Section 186 of the Companies Act, 2013 during the period under report and hence the said provision is not applicable.

Related Party Transactions under Section 188:

The transaction entered with related parties during the year under review were on arms length basis and in the ordinary course of business. The disclosure under form AOC-2 for the transaction with related party during the period under review is attached as **Annexure - I**

Explanation on Auditors' Report

There were no qualifications, reservations and adverse remarks made by the Auditors in their report.

Extract of Annual Return

Pursuant to the provisions of section 92(3) of the Companies Act, 2013 and rule 12 of the Companies (Management and administration) Rules, 2014 an extract of Annual return in MGT-9 is available on your Company's website www.keralaenviro.com.

Auditors:

M/s Krishnamoorthy & Krishnamoorthy, Chartered Accountants (Firm Registration No. 001488S) were appointed as Statutory Auditors of the Company for a term of 5 (five) years from financial year 2019-20.

Secretarial Audit Report:

Pursuant to the section 204 of the Companies Act 2013 and the rules made there under relating to Secretarial Audit Report are not applicable to the Company.

Statutory Orders:

There are no significant and material orders passed by Regulators or courts or tribunals impacting the going concern status of the company and company's operations.

Audit Committee:

The Audit Committee is duly constituted in accordance with Section 177 of the Companies Act, 2013 read with Rule 6 of the Companies (meeting of the Board and its Powers) Rules, 2014. The members of the Committee are:

Name	Category	Position
Prof (Dr).G Madhu	Independent Director	Chairman
Mr.K.George	Independent Director	Member
Mr.Ashok Panjwani	Director	Member

During the Financial Year 2022-23, Four (04) Meetings of Audit Committee were held. The details of the Audit Committee meetings are given below:

Sl. No.	Date of Committee Meeting	Committee Strength	Number of Members Present
1.	25.04.2022	3	2
2.	26.07.2022	3	3
3.	21.10.2022	3	3
4.	07.02.2023	3	3

All the recommendations made by the Audit Committee were accepted/ approved by the Board.

Nomination and Remuneration Committee

Nomination and remuneration committee is constituted in compliance with requirements of section 178 of Companies Act 2013 read with Rule 6 of the Companies (meeting of the Board and its Powers) Rules, 2014.

The Committee members are:

Name	Category	Position
Mr.Ashok Panjwani	Director	Chairman
Prof(Dr)G Madhu	Independent Director	Member
Mr.K.George	Independent Director	Member

During the Financial Year 2022-23, One Meeting of Nomination and remuneration Committee was held. The details of the Nomination and remuneration Committee meetings are given below:

Sl. No.	Date of Committee Meeting	Committee Strength	Number of Members Present
1.	10.08.2022	3	3

CSR Committee

CSR Committee is constituted in compliance with requirements of section 135 of Companies Act 2013 read with Companies (Corporate Social responsibility) Rules, 2014.

The Committee members are:

Name	Category	Position
Shri.Arun C Ashar	Director	Chairman
Mr.Ashok Panjwani	Director	Member
Prof(Dr) G Madhu	Independent Director	Member
Dr.N.K Pillai	Chief Executive Officer	Coordinator

During the Financial Year 2022-23, Four Meetings of CSR Committee were held. The details of the CSR Committee meetings are given below:

Sl. No.	Date of Committee Meeting	Committee Strength	Number of Members Present
1.	26.04.2022	3	3
2.	10.08.2022	3	3
3	14.11.2022	3	3
4	14.02.2023	3	3

Independent Directors Meeting

As mandated by Clause VII of Schedule IV of the Companies Act 2013, a meeting of Independent Directors was held on 22.12.2022 during the Financial Year 2022-23.

Annual Evaluation of the Board

The Independent directors in their meeting held on 22.12.2022 carried out an evaluation on the performance of the board and nothing adverse was found.

CSR Policy

Your Company is committed to take social responsibility towards the benefit of society at a large. These responsibilities include ensuring environmental sustainability, rural development projects, promoting education etc. These projects are in accordance with Schedule VII of the Act and its CSR policy.

The Corporate Social Responsibility Policy indicating the activities to be undertaken by the Company are available on your Company's website www.keralaenviro.com.

During the immediately preceding financial year the Company has not met any one of the criteria mentioned in 135(1), hence the provisions with respect to CSR Contribution is voluntary. However, the CSR Committee and Board of Directors of the Company have approved a CSR proposal for construction of Waiting shed on the main road near KEIL at an estimated cost not exceeding Rs. 3.5 lakhs. This project will be completed by June 2023.

Whistle Blower Policy

In compliance with the provisions of Section 177(9) the Company has framed the "Whistle Blower Policy" as the vigil mechanism for Directors and employees of the Company and was implemented w.e.f 01.02.2016 and further the same was amended on 06.02.2021 & on 01.01.2023.

The Whistle Blower Policy is disclosed on the website of the company viz., www.keralaenviro.com.

Disclosure under the Sexual Harassment of Women at Workplace (Prevention, Prohibition, Redressal) Act 2013.

The Company has in place a policy on prevention of sexual harassment at workplace. The policy aims at prevention of harassment of employees and lays down the guidelines for identification, reporting and prevention of sexual harassment. The Policy was amended on 14.02. 2023. The Internal Complaints Committee (ICC) is constituted under POSH Act and the Committee is responsible for redressal of complaints related to sexual harassment as per the guidelines provided in the policy. As per the requirement of the Act, one external member is appointed as a member of Internal Complaints Committee (ICC).

Internal Compliant Committee meeting was held on 16.05.2022 and no complaints have been received by the committee during the financial year 2022-23.

Risk Management Policy:-

Pursuant to Section 134(3) (n) of the companies Act, 2013 the Company has adequate means for managing and mitigating the possible risks involved in operations and disposal of waste.

Details in respect of adequacy of internal controls with reference to the financial statements

The company has adequate internal financial controls such as defining authority to authorize financial transactions, Internal Audit and monthly review of financial statement mechanism in vogue.

The change in the nature of business, if any;

There was no change in the nature of the company's business during the financial year under review.

Conservation of energy and technology upgradation.

Conservation of energy:

- (i) the steps taken or impact on conservation of energy: Nil
- (ii) the steps taken by the company for utilising alternate sources of energy:
Company has installed 17 nos Solar lamps for street lighting inside the campus
- (iii) the capital investment on energy conservation equipments:
Rs. 4.5 lakh for installation of Solar Street Lights.

Technology absorption-

- (i) the efforts made towards technology absorption: Nil
- (ii) the benefits derived like product improvement, cost reduction, product development or import substitution: Nil
- (iii) in case of imported technology (imported during the last three years reckoned from the beginning of the financial year): Nil
 - (a) the details of technology imported;
 - (b) the year of import;
 - (c) whether the technology been fully absorbed;
 - (d) if not fully absorbed, areas where absorption has not taken place, and the reasons thereof; and
- (iv) the expenditure incurred on Research and Development Nil

Foreign Exchange Earnings/Outgo:-

During the Financial Year 2022-23, your company has imported HDPE Sheets from M/s ATARFIL Middle East FZE, UAE for the construction of the 8th Cell. A total cost of US Dollar 45120 was incurred for the procurement of HDPE Sheets.



Acknowledgement

Your Directors place on record their deep sense of gratitude to the Government of Kerala, KSIDC, local authorities, FACT, HDFC Bank Ltd, Kerala State and Central Pollution Control Boards, Ministry of Environment Forest and Climate Change and several other Central and State Government authorities for their continued support. Your Directors also wish to convey their deep appreciation and gratitude to the shareholders, valued customers and employees for their whole-hearted support and co-operation.

For KERALA ENVIRO INFRASTRUCTURE LIMITED

Sd/-

Place : Kochi
Date : 21.04.2023

Shri. Arun C. Ashar
Chairman
DIN: 00192088

FORM No. AOC - 2
Annexure - I

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

Form for Disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub section (1) of section 188 of the Companies Act, 2013 including certain arms length transaction under third proviso thereto.

1. Details of contracts or arrangements or transactions not at Arm's length basis - **NIL**
2. Details of contracts or arrangements or transactions at Arm's length basis.

Particulars	Details				
	Shivalik Solid Waste Management Limited	BEIL Infrastructure Limited	BEIL Research Consultancy (P) Limited	Fertilisers & Chemicals Travancore Ltd.	Uniphos Envirotronic Pvt. Ltd.
Nature of relationship	Arun C Ashar, M.B. Trivedi, Ashok Kumar Sharma (CEO), Dr. P.N. Parameshwaran Moothathu, Ashok Panjwani, Sunder Balasubramanian - Common Directors	Arun C Ashar and Ashok Panjwani, - Common Directors & Shareholder	Ashok Panjwani, M.B. Trivedi & Ashok Kumar Sharma - Common Directors	Percentage of share holding was above 20% during April 2022 to 05/05/2022, subsequent to that, share holding percentage reduced below 20%.	M.B. Trivedi - Common Director
Nature of contracts/ arrangements/ transaction	Consultancy charges - EIA Study for future projects.	i) Payment of Management & consultancy fee. ii) Retainership & Deputation charges	Payment of consultancy fee – BMW/Landfill	Collection and disposal of Hazardous waste & e waste	Availing of services- Refilling of calibration gas cylinders of OCMS installed in the incinerator stack - BMW
Salient terms of the contracts or arrangements or transaction	Arm's length Basis	Arm's length Basis	Arm's length Basis	Arm's length Basis	Arm's length Basis
Date of approval by the Board/GM	26.04.2022 (BM)	26.04.2022 (BM)	26.04.2022 BM) & EGM)	26.04.2022 (BM)	26.04.2022 (BM)
Amount paid as advances, if any	Nil	Nil	Nil	Nil	Nil
Approved Amount of the contract	Rs. 15 lakhs Plus GST	i) Rs. 30 lakhs plus GST ii) Rs. 36 lakhs plus GST	150 lakhs plus GST	50 lakhs plus GST	Rs. 5 lakhs plus GST

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF KERALA ENVIRO INFRASTRUCTURE LIMITED

Report on the Standalone Ind AS Financial Statements:

Opinion:

We have audited the accompanying standalone Ind AS Financial Statements of Kerala Enviro Infrastructure Limited ("the Company"), which comprise the Balance Sheet as at 31st March, 2023, the Statement of Profit and Loss including Other Comprehensive Income, the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, and a summary of the 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 Ind AS financial statements give the information required by 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 31st March 2023 and its profit, total comprehensive income, the changes in equity and its cash flows for the year ended on that date.

Basis of opinion:

We conducted our audit of the standalone financial statements in accordance with the Standards on Auditing ("SA"s) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the standalone financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

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

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the consolidated financial statements, standalone financial statements and our auditor's report thereon.

Our opinion on the standalone financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

Based on the work we have performed, we conclude that there is no material misstatement of this other information, we are required to report that fact.

Management’s responsibility for the Standalone Ind AS Financial Statements:

The Company’s Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 (“the Act”) with respect to the preparation of these standalone Ind AS financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Act, read with relevant rules issued there under.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone Ind AS 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.

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

Auditor’s Responsibility 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 skepticism throughout the audit. We also:

- (a) Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- (b) 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 Act,

we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.

- (c) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- (d) Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- (e) Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

Report on Other Legal and Regulatory Requirements:

1. As required by The Companies (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 in the Annexure A, enclosed herewith, a statement on the matters specified in the paragraph 3 and 4 of the Order.
2. As required by Section 143 (3) of the Act, we report that:
 - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c. The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, the Statement of Changes in Equity and the Statement of Cash Flows dealt with by this Report are in agreement with the books of account.
 - d. In our opinion, the aforesaid standalone Ind AS financial statements comply with the Indian Accounting Standards prescribed under Section 133 of the Act.
 - e. On the basis of the written representations received from the directors by the Company and taken on record in the meeting of the Board of Directors, none of the Directors

is disqualified as on 31st March, 2023 from being appointed as a Director in terms of Section 164 (2) of the Act.

- f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in Annexure B. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
- g. With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

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

- h. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
 - i) The Company has disclosed the details of pending litigations in the standalone Ind AS Financial Statements. Refer Note No. 4.52
 - ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses. – Refer Note 4.53 to the financial statements.
 - 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;

- (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) As stated in Note 4.16.1 to the standalone financial statements.
- The Company has not proposed final dividend in the previous year and that the Board of Directors of the Company have not proposed final dividend for the current year and hence the question of reporting on the compliance of Section 123 of the Act is not applicable for the current year.
- vi) As proviso to rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable for the Company only with effect from April, 1 2023, reporting under this clause is not applicable for the year of reporting.

For Krishnamoorthy and Krishnamoorthy

Chartered Accountants (FRN: 001488S)

CA. K T Mohanan

Partner (M No. 201484)

Place: Cochin - 16

Date: 21-04-2023

UDIN: 23201484BGWMEF5708

ANNEXURE A TO THE INDEPENDENT AUDITORS' REPORT

(Referred to in Paragraph 1 under the heading "Report on Other Legal and Regulatory Requirements" of our report of even date)

To the best of our information and according to the explanations provided to us by the Company and the books of account and records examined by us in the normal course of audit, we state that:

(i) In respect of Companies Property, Plant and Equipment's and Intangible assets:

- (a) i) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment and relevant details of right-of-use assets.
- ii) The Company has maintained proper records showing full particulars of intangible assets.
- (b) We are informed that these property, plant and equipment have been physically verified by the management at reasonable intervals and 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 company do not hold any landed properties requiring title deeds except for the leasehold right over land and the immovable properties, as disclosed in Note No. 4.01 on plant, property and equipment, to the financial statements.
- (d) According to the information and explanations given to us and on the basis of our examination of books of accounts and other relevant documents of the company, the Company has not revalued its Property, Plant and Equipment (including Right to use Assets) or Intangible Assets or both during the year.
- (e) As informed to us, there are no proceedings that have initiated or are pending against the company for holding any Benami Property under Benami Transactions (Prohibition) Act, 1988 and rules made thereunder.

(ii) In respect of its inventories:

- a) As informed to us, physical verification of inventory has been conducted at reasonable intervals by the Management during the year and as reported to us, no material discrepancies were noted on such verification. According to the information and explanations given to us the Company has physically verified all inventory items and it is found to be in order.
- b) According to the explanations and information given to us, the company have not been sanctioned working capital limits in excess of Five crore rupees, in aggregate, from Banks or financial institutions on the basis of security of current assets at any point of time during the year and hence reporting under clause 3(ii)(b) of the Order is not applicable.

(iii) In respect of loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013:

- a) The company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act 2013. Accordingly, paragraphs (iii) (a) to (c) of CARO 2020 are not applicable.
- b) The Company has not made any investments, provided guarantees or given security and thus the terms and conditions of the grant are not prejudicial to the company's interest;
- c) Since Company has not granted loans and advances in the nature of loans, schedule of repayment of principal and payment of interest is not applicable to the company.
- d) Company has not provided any loans or advances to group entities and to others and so there is no outstanding balance as at the end of reporting period.
- e) The Company has not renewed or extended or granted fresh loan to settle the over-dues of existing loans given to the same parties.
- f) The company has not granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment during the year.
- g) The Company has not granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment during the year. Hence, reporting under clause 3(iii)(f) is not applicable

(iv) In respect of loans, investments, guarantees, and security whether provisions of section 185 and 186 of the Companies Act, 2013 have been complied with:

In our opinion and according to the information and explanations given to us, the Company has not made any investments, loans requiring the compliance of the provisions of Section 185 and 186 of the Companies Act, 2013 during the year of report. The company has not provided any guarantees and securities to the parties covered under Section 185 of the Act. Accordingly, paragraph (iv) of CARO 2020 is not applicable.

(v) In respect of deposits accepted or accepted amounts which are deemed to be deposit, whether 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, and the nature of contravention if any:

According to the information and explanations given to us, the Company has not accepted any deposits or amounts which are deemed to be deposit, from the public during the year as per 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 and the rules framed there under. Accordingly, paragraph 3 (v) of the Order is not applicable to the Company.

(vi) In respect of maintenance of cost records has been specified by the Central Government under section 148(1) of the Companies Act, 2013 and whether or not such accounts and records have been so made and maintained.

The Central Government of India has not prescribed the maintenance of cost records under sub section (1) of section 148 of the Companies Act for any activities of the company and according paragraph 3 (vi) of the order not applicable.

(vii) In respect of statutory dues:

According to the information and explanations given to us, in respect of statutory dues:

- (a) The company has been generally regular in depositing undisputed statutory dues including Provident Fund, Employees state insurance, Income Tax, Sales Tax, Service Tax, Goods and Service tax, Customs Duty, Value Added Tax, cess and any other statutory dues to the appropriate authorities during the year. There are no arrears of outstanding undisputed statutory dues as at the last day of the financial year concerned for a period of more than six months from the date, they became payable.
- (b) According to the information and explanations given to us and based on the records of the company examined by us, there are no dues of Income Tax or Sales Tax or Service Tax or Goods and Service Tax, duty of customs or duty of excise or value added tax or cess, which have not been deposited on account of any dispute as on 31st March, 2023 except for the disputed Income Tax, the particulars of the same are as given below:

Name of Statue	Nature of Dues	Amount (In Rs.)	Period to which relates	From where dispute is pending
Income Tax Act, 1961	Income Tax Demand	51.92 Lakhs*	AY 2020-21	Rectification Petition filed

(viii) Whether any transactions not recorded in the books of account have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961), if so, whether the previously unrecorded income has been properly recorded in the books of account during the year:

According to the information and explanations given to us and based on the records of the company examined by us, 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 (43 of 1961).

(ix) In respect of company defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender:

Based on our audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to the information and explanations given to us:

- a) The company has not defaulted in repayment of dues to the bank during the year;
- b) The company has not been declared as willful defaulter by any bank or financial institution or other lender.
- c) The term loans taken by the company have been applied for the purpose for which the loans were obtained.

- d) The Company has not utilized the funds raised on short term basis for long term purposes.
- e) The Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.
- f) The company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.

(x) In respect of moneys raised by way of initial public offer or further public offer (including debt instruments) and term loans were applied for the purposes for which those are raised and the preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year. If not, providing the details:

- a) According to the information and explanations given to us, and based on the records of the company examined by us, we report that the Company has raised amount by way of issue of shares to existing shares holders on right issue basis and the proceeds of the said issue has been utilized for the purpose for which it is intended.
- b) The Company has not made any preferential allotment or private placement of shares or convertible debentures during the year, other than (x)(a) above.

(xi) In respect of reporting on Fraud:

- a) Based on our audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to the information and explanations given to us, no fraud by the Company or on the Company by the officers and employees of the Company has been noticed or reported during the year, nor have we been informed of any such cases by the Management.
- b) No report under subsection 12 of Section 143 of Companies Act has been filed by the Auditors in form ADT- 4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules 2014 with the Central Government.
- c) According to explanations and information given to us, we have considered the effectiveness of whistle blower mechanism in the company, there are no whistle-blower complaints received by the company during the year.

(xii) In respect of reporting on Nidhi Company:

- a) In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly, paragraph 3(xii) of the CARO 2020 Order is not applicable to the Company and hence not commented upon.
- b) As Company is not a Nidhi Company, there is no default in payment of interest on deposits or repayment thereof.

(xiii) Reporting on Related Party Transactions:

Based on our audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to the information and explanations given to us, transactions with the related parties are in compliance with sections 177 and 188 of the Act, where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.

(xiv) Reporting on Internal Audit:

- a) According to the information and explanations give to us and based on our examination of the records of the Company, the Company has an effective Internal Audit system in place.
- b) Based on our audit procedures performed and the explanations and information provided to us, we have considered the reports of Internal Auditors for the period under audit.

(xv) Reporting on Non-Cash transactions with Directors:

Based on our audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to the information and explanations given to us, the Company has not entered into any non-cash transactions with its Directors or persons connected with them, and hence provisions of section 192 of the Companies Act, 2013 are not applicable.

(xvi) In respect of company's required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 and if so, whether the registration has been obtained:

- a) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.
- b) The Company has not conducted any Non-Banking Financial or Housing Finance activities without a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934
- c) The company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India
- d) The Group companies have no CIC as part of the Group.

(xvii) In respect of reporting of cash losses:

Based on our audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to the information and explanations given to us, the company has not incurred cash loss in the Financial Year under report and has incurred cash loss in the immediately preceding Financial Year.

(xviii) Reporting on Auditors Resignation:

There has been no resignation of statutory auditors of the Company during the year.

(xix) Reporting on Financial Position:

Based on our audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to the information and explanations given to us, and 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 financial statements, the auditor's knowledge of the Board of Directors and management plans, we are of the opinion that no material uncertainty exists as on the date of the audit report that company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date.

(xx) Reporting on CSR Compliance:

- a) Based on our audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to the information and explanations given to us, in respect of other than ongoing projects, there are no unspent amounts towards Corporate Social Responsibility, requiring transfer to a Fund specified in Schedule VII to the Companies Act within a period of six months of the expiry of the financial year in compliance with second proviso to sub-section (5) of section 135 of the said Act;
- b) Further, there are no amount remaining unspent under sub-section (5) of section 135 of the Companies Act, pursuant to any ongoing project and hence there is no requirement of reporting on this.

For Krishnamoorthy and Krishnamoorthy
Chartered Accountants (FRN: 001488S)

Place: Cochin - 16
Date: 21-04-2023
UDIN: 23201484BGWMEF5708

CA. K T Mohanan
Partner (M No. 201484)

ANNEXURE B TO THE INDEPENDENT AUDITORS' REPORT

(Referred to in paragraph 2 (f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

Report on the Internal Financial Controls Over Financial Reporting under Clause 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 Kerala Enviro Infrastructure Limited ("the Company"), as of 31st 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 Board of Directors of the Company 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 (the 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.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting of the Company 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 the ICAI and the Standards on Auditing prescribed under Section 143(10) of the Companies Act 2013 to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

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

Meaning of Internal Financial Controls Over Financial Reporting

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion to the best of our information and according to the explanations given to us the Company has in all material respects an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31st 2023 based on the internal financial 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 ICAI.

For Krishnamoorthy and Krishnamoorthy
Chartered Accountants (FRN: 001488S)

Place: Cochin - 16
Date: 21-04-2023
UDIN: 23201484BGWMEF5708

CA. K T Mohanan
Partner (M No. 201484)

**PART I - BALANCE SHEET AS AT 31ST MARCH 2023**

Particulars	Note Number	As at 31st March, 2023	As at 31st March, 2022
ASSETS			
Non - Current Assets			
(a) Property, Plant and Equipment	4.01	1,63,991	1,93,902
(b) Right-of-use assets	4.02	41,356	42,610
(c) Capital work-in-progress	4.03	5,816	64
(d) Intangible assets	4.04	414	650
(e) Financial Assets			
(i) Other Financial Assets	4.05	1,37,621	98,853
(f) Non- Current Tax Assets (Net)	4.06	7,900	5,929
(g) Other non-current Assets	4.07	-	-
Current Assets			
(a) Inventories	4.08	77,891	69,881
(b) Financial Assets			
(i) Trade Receivables	4.09	77,246	34,551
(ii) Cash and cash equivalents	4.10	8,855	15,629
(iii) Bank Balances other than (ii) above	4.11	50,964	45,602
(iv) Other Financial Assets	4.12	2,861	8,845
(c) Current Tax Assets (Net)	4.13	2,667	6,220
(d) Other Current Assets	4.14	11,472	3,730
Total Assets		5,89,054	5,26,466
EQUITY AND LIABILITIES			
Equity:			
(a) Equity Share capital	4.15	1,96,328	1,43,630
(b) Other Equity	4.16	94,572	43,985
Liabilities:			
Non - Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings	4.17	65,216	81,656
(ii) Long term Lease Liabilities		50	51
(b) Provisions	4.18	1,44,230	1,31,756
(c) Other non current Liabilities	4.19	27,680	28,504
Current Liabilities			
(a) Financial Liabilities			
(i) Short term Borrowings	4.20	16,440	15,885
(ii) Trade Payables	4.21		
- Total outstanding dues of micro enterprises and small enterprises		6,142	4,944
- Total outstanding dues of creditors other than micro enterprises and small enterprises		19,869	52,825
(iii) Other financial Liabilities	4.22	3,407	3,967
(b) Other current Liabilities	4.23	15,034	11,684
(c) Provisions	4.24	86	7,579
Total Equity and Liabilities		5,89,054	5,26,466

Significant Accounting policies

1-3

Notes to the standalone financial statements

4.34-4.61

The accompanying notes are an integral part of these financial statements

As per our separate report of even date attached**For Krishnamoorthy & Krishnamoorthy**Chartered Accountants
(Firm Reg. No. 001488S)

(Sd/-)

CA K.T. Mohanan

Partner

(Membership No. 201484)

Place: Cochin - 16

Date: 21/04/2023

UDIN: 23201484BGWMEF5708

For and on behalf of the Board of Directors of
KERALA ENVIRO INFRASTRUCTURE LIMITED
(CIN:U24129KL2005PLC017973)

(Sd/-)

Arun C. Ashar

Director (DIN: 00192088)

Mumbai, 21/04/2023

(Sd/-)

Dr. N.K. Pillai

C.E.O.

Cochin, 21/04/2023

(Sd/-)

Ashok Panjwani

Director (DIN: 00200220)

Ankleshwar, 21/04/2023

(Sd/-)

Merin Phillip

C.S. (M. No. A41680)

Cochin, 21/04/2023

(Sd/-)

Amit M. Ved

C.F.O.

Cochin, 21/04/2023



PART II - STATEMENT OF PROFIT AND LOSS FOR THE PERIOD ENDED 31ST MARCH 2023

(Rs. '000)

Particulars	Note Number	For the period ended 31st March 2023	For the period ended 31st March 2022
Income:			
I Revenue from Operations	4.25	2,77,307	1,77,112
II Other Income	4.26	10,682	10,034
III Total Income (I +II)		2,87,989	1,87,146
IV Expenses			
Cost of Materials Consumed	4.27	17,794	21,773
Operating Expenses	4.28	1,42,967	1,21,185
Employee Benefit Expenses	4.29	45,940	41,399
Finance Cost	4.30	7,811	4,727
Depreciation and Amortisation Expenses	4.31	28,602	26,452
Other Expenses	4.32	31,552	29,684
Total Expenses (IV)		2,74,666	2,45,220
V Profit/Loss before Exceptional Items and tax (III - IV)		13,323	(58,074)
VI Exceptional Items		-	-
VII Profit/(Loss) before tax (V -VI)		13,323	(58,074)
VIII Tax Expense:			
a. Current Tax (Refer Note 4.39)		-	-
b. Previous Year Tax		-	(191)
IX Profit/(Loss) for the period (VII - VIII)		13,323	(57,883)
X Other Comprehensive Income			
(i) Items that will not be reclassified to profit or loss			
- Remeasurement of defined employee benefit plan		6	(72)
(ii) Income Tax relating items that will not be reclassified to profit or loss		-	-
Total other comprehensive income/(loss) (net of tax)		6	(72)
XI Total Comprehensive Income for the period (IX+X)		13,329	(57,955)
XII Earnings per equity share			
(a) Basic	4.33	0.70	(0.40)
(b) Diluted		0.64	(0.40)

Notes to the standalone financial statements

4.34-4.61

The accompanying notes are an integral part of these financial statements

As per our separate report of even date attached**For Krishnamoorthy & Krishnamoorthy**Chartered Accountants
(Firm Reg. No. 001488S)

(Sd/-)

CA K.T. Mohanan

Partner

(Membership No. 201484)

Place: Cochin - 16

Date: 21/04/2023

UDIN: 23201484BGWMEF5708

For and on behalf of the Board of Directors of

KERALA ENVIRO INFRASTRUCTURE LIMITED

(CIN:U24129KL2005PLC017973)

(Sd/-)

Arun C. Ashar

Director (DIN: 00192088)

Mumbai, 21/04/2023

(Sd/-)

Dr. N.K. Pillai

C.E.O.

Cochin, 21/04/2023

(Sd/-)

Ashok Panjwani

Director (DIN: 00200220)

Ankleshwar, 21/04/2023

(Sd/-)

Amit M. Ved

C.F.O.

Cochin, 21/04/2023

(Sd/-)

Merin Phillip

C.S. (M. No. A41680)

Cochin, 21/04/2023



STATEMENT OF CASH FLOW AS AT 31ST MARCH 2023

Particulars	For the year ended 31-03-2023		For the year ended 31-03-2022	
A. CASH FLOW FROM OPERATING ACTIVITIES				
Net Profit after tax		13,323		(57,883)
Adjustments for:				
Depreciation	28,602		26,452	
Provision for tax	-		(191)	
Transitional effect of Ind As	-		-	
Loss/ (Profit) on sale of fixed assets	-		(4)	
Assets impaired	1,900		-	
Provision for doubtful debts	-		-	
Remeasurement of defined benefit plans	6		(72)	
Interest paid	7,782		4,536	
Interest Received	(9,412)		(8,827)	
Deferred Government Grant	(824)		(824)	
Biomedical grant received	-		-	
Notional Interest on Lease Land Security Deposit	(250)		(229)	
		27,804		20,841
Operating profit before working capital changes		41,127		(37,042)
Adjustments for:				
(Increase)/Decrease in Inventories	(8,009)		(5,402)	
(Increase)/Decrease in Trade Receivables	(42,695)		(2,803)	
(Increase)/Decrease in Other Bank Balances	(5,362)		(49,826)	
(Increase)/Decrease in Financial Assets	(32,533)		51,031	
(Increase)/Decrease in Other Current Assets	(7,742)		(1,466)	
(Increase)/Decrease in Other Non Current Assets	-		245	
Increase/(Decrease) in Financial Liabilities	(560)		(7,053)	
Increase/(Decrease) in Provisions	4,981		14,332	
Increase/(Decrease) in Trade Payables	(31,758)		37,116	
Increase/(Decrease) in Other Current Liabilities	3,350		1,251	
Increase/(Decrease) in Short term Borrowings	554		2,032	
		(1,19,774)		39,457
Cash generated from Operating Activities		(78,646)		2,415
Direct Tax (Payments)/Refunds (Net)	1,582		(4,455)	
Net cashflows from Operating Activities		(77,064)		(2,040)
B. CASH FLOW FROM INVESTING ACTIVITIES				
Purchase of Property, Plant & Equipment including capital work in progress	(4,857)		(18,233)	
Interest Received	9,412		8,827	
Upfront fee reversed (transferred to Right to use)	-		-	
Disposal of Property, Plant & Equipment	-		86	
Net Cash flow from Investing Activities		4,556		(9,320)
C. CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds from issue of Share Capital	52,698		-	
Proceeds from Borrowings	(16,440)		9,380	
Interest Paid	(7,782)		(4,536)	
Dividend paid including dividend distribution tax	-		-	
Securities Premium	37,258		-	
Net Cash flow from Financing Activities		65,734		4,844
Net Increase/(Decrease) in cash and cash equivalents		(6,774)		(6,516)
Cash and cash equivalents at the beginning of the period		15,629		31,145
Cash and cash equivalents at the end of the period		8,855		24,629
Cash and cash equivalents as per above comprise of the following				
a. Cash on Hand		2		11
b. Bank Balances				
In Current Account		7,438		2,821
In Deposit Accounts (Maturity less than 3 months)		1,415		21,797
		8,855		24,629

Notes: (i) Cash Flow Statement has been prepared under the indirect method as set out in Ind AS 7 - "Cash Flow Statements" prescribed under the Companies Act (Indian Accounting Standard) Rules, 2015 under the Companies Act, 2013. (ii) Purchase of Property, Plant and Equipment includes movements of Capital Work-in-Progress and Capital Expenditure Creditors during the year.

Notes to the standalone financial statements

4.34-4.61

Significant Accounting Policies & Notes forming part of Financial Statements

As per our separate report of even date attached

For Krishnamoorthy & Krishnamoorthy

Chartered Accountants
(Firm Reg. No. 001488S)

(Sd/-)

CA K.T. Mohanan

Partner

(Membership No. 201484)

Place: Cochin - 16

Date: 21/04/2023

UDIN: 23201484BGWMEF5708

For and on behalf of the Board of Directors of
KERALA ENVIRO INFRASTRUCTURE LIMITED
(CIN:U24129KL2005PLC017973)

(Sd/-)

Arun C. Ashar

Director (DIN: 00192088)

Mumbai, 21/04/2023

(Sd/-)

Dr. N.K. Pillai

C.E.O.

Cochin, 21/04/2023

(Sd/-)

Ashok Panjwani

Director (DIN: 00200220)

Ankleshwar, 21/04/2023

(Sd/-)

Merin Phillip

C.S. (M. No. A41680)

Cochin, 21/04/2023



STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST MARCH 2023

(Rs. '000)

NOTE No. 4.15 EQUITY SHARE CAPITAL

Particulars	Amount	No. of Equity Shares
Balance as on March 2020	121,735	12,173,494
Changes in Equity Share Capital during the year	21,895	2,189,513
Balance as on March 2021	143,630	14,363,007
Changes in Equity Share Capital due to prior period errors	-	-
Restated Balance at the beginning of the current reporting period	143,630	14,363,007
Changes in Equity Share Capital during the year	-	-
Balance as on March 2022	143,630	14,363,007
Balance as on March 2023	196,328	19,632,848

NOTE No. 4.16 OTHER EQUITY

Other Equity	Reserves and Surplus			Total
	Retained Earnings	Other Comprehensive Income	Securities Premium	
Balance as on 31st March 2021	84,479	(208)	-	84,271
a) Profit for the year	(57,883)	-	-	(57,883)
b) Other comprehensive income for the year	-	(72)	-	(72)
c) Ind As Transitional Adjustment (Ind AS 116)	-	-	-	-
c) Dividends	-	-	-	-
d) Tax on Dividend	-	-	-	-
e) Securities premium on account of Right issue of shares during the year	-	-	17,669	17,669
Balance as on 31st March 2022	26,596	(280)	17,669	43,985
Opening balance as on 1st April, 2022	26,596	(280)	17,669	43,985
a) Profit for the year	13,323	-	-	13,323
b) Other comprehensive income for the year	-	6	-	6
c) Ind As Transitional Adjustment (Ind AS 116)	-	-	-	-
d) Securities Premium	-	-	37,258	37,258
d) Dividends	-	-	-	-
Balance as on 31st March 2023	39,919	(274)	54,927	94,572

Significant Accounting Policies & Notes forming part of Financial Statements

As per our separate report of even date attached

For Krishnamoorthy & Krishnamoorthy
Chartered Accountants
(Firm Reg. No. 001488S)

(Sd/-)
CA K.T. Mohanan
Partner
(Membership No. 201484)

Place: Cochin - 16
Date: 21/04/2023
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For and on behalf of the Board of Directors of
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Cochin, 21/04/2023

(Sd/-)
Merin Phillip
C.S. (M. No. A41680)
Cochin, 21/04/2023

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.03.2023

1. CORPORATE INFORMATION

Kerala Enviro Infrastructure Limited ('the Company') having CIN 'U24129KL2005PLC017973' has been set up as a Special Purpose Vehicle in the year 2005, in association with Kerala State Industrial Development Corporation Limited (KSIDC) at the Industrial hub of Ambalamedu, Kunnathunadu Taluk, Ernakulam District, Kerala.

The Company is primarily engaged in Common Hazardous Waste Treatment, Storage and Disposal (CHWTSDf) of Solid waste generated by manufacturing and other processing units in the State of Kerala. In addition to this, the company had set up a project for Biomedical Waste disposal and Treatment with the approval of Kerala State Pollution Control Board and Ministry of Environment, Forest and Climate Change (MoEF), which started its operations from 01.07.2021. In addition to these the Company is having E-Waste management facility also. The Company is an Associate of UPL Ltd and Enviro Technology Limited.

2. SIGNIFICANT ACCOUNTING POLICIES FOLLOWED BY THE COMPANY

This Note provides a list of significant accounting policies adopted in the preparation and presentation of these financial statements. These policies have been consistently applied to all the years presented unless otherwise stated.

2.1 Basis of Preparation and Presentation

a) Compliance with Ind AS:

These financial statements are the standalone financial statements of the Company that have been prepared to comply with the Indian Accounting Standards (herein referred to as Ind AS) as notified by Ministry of Corporate Affairs pursuant to section 133 of the Companies Act, 2013 read with Companies (Indian Accounting Standards) Rule, 2015 as amended from time to time and other relevant provisions of the Act. The Accounting Policies are applied consistently to all the periods presented in the Financial Statements.

b) Current Non Current Classification

All assets and liabilities have been classified as current or non-current as per the Company's operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013. Based on the nature of products and the time between the acquisition of assets for processing and their realization in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current and non-current classification of assets and liabilities, except in the case of inventory by way of landfill cells which is treated as inventory considering operating cycle based on the utilisation of the land fill for waste treatment.

c) Rounding of amounts

All amounts disclosed in the financial statements and notes have been rounded off to the nearest thousands as per the requirement of Schedule III, unless otherwise stated.

2.2 a) **Application of new accounting pronouncements:**

The Company has applied the following relevant Ind AS pronouncements pursuant to the issuance of the Companies (Indian Accounting Standards) Amendment Rules 2022 in the preparations of financial statements for the year under consideration:

(i) **Amendment to Ind AS 16 - Property, Plant and Equipments (PPE)**

As per the amendment, the accounting treatment for excess of net sale proceeds of items produced over the cost of testing has been clarified, where by such excess should not be recognised in the Statement of Profit and Loss but deducted from the directly attributable cost considered as part of cost of an item of PPE.

(ii) **Amendment to Ind AS 37 - Provision, Contingent Liabilities and Contingent Assets**

Amendment to Ind AS 37 clarifies the requirement to recognise any impairment loss before establishing an onerous contract provision applies to all assets whose cost would be considered in assessing whether the contract is onerous instead of assets dedicated to that contract.

(iii) **Amendment to other Ind AS:**

The Amendments to other Ind AS such as Ind As 101, Ind As 103, Ind As 109 and Ind As 41 are not relevant to the present operations of the Company.

2.3 **Use of Estimates**

The preparation of financial statements is in conformity with the Ind AS requires management to make judgements, estimates and assumptions that affect the application of accounting policies, reported amounts of assets and liabilities, disclosure of contingent liabilities at the date of the financial statements and the results of operations at the end of the reporting period. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates. Estimates and underlying assumptions are reviewed on a periodic basis. In particular, information about significant areas of estimation uncertainty and critical judgments in applying accounting policies that have the most significant effect on the amounts recognized in the financial statements is included in the following notes:

- i) Recognition and measurement of Company's defined benefit obligation.
- ii) Useful life of Property plant and equipment
- iii) Contingencies and commitments
- iv) Allowance for doubtful debts
- v) Recognition and measurement of provisions

2.4 **Property, Plant and Equipments (PPE)**

On transition to Ind AS, the company has elected to continue with the carrying value of all of its property, plant and equipment recognised as at 1 April 2015 measured as per the previous GAAP and use that carrying value as the deemed cost of the property, plant and equipment as permitted by Ind AS 101 'First time Adoption of Indian Accounting Standards'.

On adoption of Ind AS, the Company retained the carrying value for all of its property, plant and equipments as recognised in the financial statements as at the date of transition to Ind AS's

measured as per previous GAAP and used that as its deemed cost as permitted by Ind AS 101 “First Time Adoption of Indian Accounting Standards”

Property, Plant and Equipment are stated at cost less accumulated depreciation and impairment in value if any. Cost includes purchase price, (inclusive of import duties and non – refundable purchase taxes, after deducting trade discounts and rebates), other costs directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Borrowing costs relating to acquisition of fixed assets which takes substantial period of time to get ready for its intended use are also included to the extent they related to the period till such assets are ready to be put to use.

Subsequent costs are included in the asset’s carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognised when replaced. The Excess of net sale proceeds of items produced over the cost of testing has been reduced from the cost considered as part of the asset. All other repairs and maintenance are charged to statement of profit and loss during the reporting period in which they are incurred.

The Right of Use (ROU) assets being the lease hold right to use land is capitalised and disclosed. The right to use is measured as the present value of lease rent payable and also the value of lease deposit over and above its present value.

Losses arising from the retirement of, and gains or losses arising from disposal of fixed assets which are carried at cost or revalued amount are recognized in the Statement of Profit and Loss.

2.5 Capital Work In Progress

The cost of Assets not ready for use as at the Balance Sheet date are disclosed under Capital Work-In-Progress. Capital work in progress are carried at cost, comprising of direct cost, related incidental expenses and attributable borrowing cost.

2.6 Depreciation

Depreciation is provided using the “Written Down Value” Method as per the useful lives of the assets estimated by the management based on schedule II of the Companies Act, 2013. The useful life considered by the management is as under:

Buildings	-	3, 5, 30 and 60 years
Plant and Machinery	-	10 and 15 years
Furniture and fixtures	-	10 years
Computers	-	3 years
Vehicles	-	10 years
Office equipment	-	5 years

Right of Use assets being the lease hold right over the land, is amortised over the remaining period of lease.

Assets whose acquisition value is less than or equal to Rs. 5,000 has been charged off to Statement to Profit and Loss.

2.7 Impairment

The carrying amounts of assets are reviewed at each balance sheet date to confirm whether there is any indication of impairment based on internal/external factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the asset's net selling price and value-in-use. In assessing value-in-use, the estimated future cash flows are discounted to their present value at the weighted average cost of capital.

2.8 Derecognition:

An item of PPE is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of asset is included in the statement of Profit and Loss in the year in which asset is derecognised.

2.9 Intangible Assets:

The value of intangible asset is measured and recognised on the date of purchase at the cost of purchase. Amortisation is recognised on straight line basis over the estimated useful life of 5 years.

2.10 Financial Instruments

i) Initial Recognition

Financial assets and financial liabilities are recognised when a Company becomes a party to the contractual provisions of the instruments. Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through statement of profit and loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value are recognised immediately in the Statement of Profit and Loss.

ii) Subsequent Measurement

Financial Assets

a. Financial assets carried at amortised cost

A financial asset is subsequently measured at amortised cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

b. Financial assets at fair value through other comprehensive income (FVTOCI)

A financial asset is subsequently measured at fair value through other comprehensive income if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. The Company has made an irrevocable election for its

investments which are classified as equity instruments to present the subsequent changes in fair value in other comprehensive income based on its business model.

c. Financial assets at fair value through statement of Profit or loss (FVTPL)

A financial asset which is not classified in any of the above categories are subsequently fair valued through profit or loss.

2.11 Leases

The Company evaluates each contract or arrangement, whether it qualifies as lease as defined under Ind AS 116.

Ind As 116 requires recognition of a 'Right-of-use' (ROU) and a corresponding lease liability where the lessee, at the commencement date, has a financial obligation to make lease payments to the lessor for its right to use the underlying asset during the lease term. The Right of Use recognised (along with the value of lease deposit in excess of its present value) as per the lease agreement is classified under the respective asset class and the corresponding lease liabilities under Borrowings as required by the standard.

2.12 Government Grants

Government Grants are assistance by the Government in the form of transfer of resources to the Company in return of past or future compliance with certain conditions relating to the operating activities of the Company. Grants and subsidies from the government are recognized when the same is received or there is reasonable assurance that the grant/subsidy will be received and all attaching conditions will be complied with.

When the grant or subsidy relates to an expense item or depreciable fixed assets relating to Hazardous waste management project, it is recognized as income over the periods necessary to match them on a systematic basis to the costs, which it is intended to compensate. In the case of Grant received for other projects, the same is reduced from the cost of the assets in a systematic manner. However, if a grant related to non-depreciable asset, requires the fulfilment of certain obligations, the grant is credited to income, over the same period, over which the cost of meeting such obligations is charged to Statement of Profit and Loss.

2.13 Inventories

Inventories are valued as follows:

a) Materials, Stores and consumables

Materials, stores and consumables are valued at lower of cost or net realisable value. Cost of inventories comprises of purchase cost and cost of procurement net of taxes, on a weighted average basis.

b) Landfill pits/cells:

The life cycle for the land fill pits is the period between the date of construction and the period within which the same is used for disposing the waste and is treated as inventory. Cost incurred for construction of landfill pits/cells are initially debited to work in progress and on completion of construction, transferred to Inventory. The proportionate cost of the area/space utilised in each year for disposing of solid waste to the landfill compared to total capacity of the land fill pits is taken as the basis for

charging cost of land fill to Statement of Profit and Loss and the balance cost of land fill pits are carried forward at cost as inventories. The work in progress of landfill under construction is valued at cost.

2.14 Provisions, Contingent Assets and Contingent Liabilities

Provisions are recognized when the Company has a present obligation as a result of a past event, for which it is probable that a cash outflow will be required and a reliable estimate can be made of the amount of the obligation. Provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. These are reviewed at each balance sheet date and adjusted to reflect the correct management estimates.

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

Contingent assets are disclosed in the accounts, where an inflow of economic benefits is probable.

2.15 Cash Flow Statement

Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated.

2.16 Revenue Recognition

Revenue from contracts with customers is recognised in accordance with IND AS 115, on transfer of control of promised goods or services to a customer at an amount that reflects the consideration to which the Company is expected to be entitled in exchange of those goods or services.

Revenue is recognized on satisfaction of performance obligation upon transfer of control of promised services to customers in an amount equal to the consideration we expect to receive in exchange for those products or services.

The Company does not expect to have any contracts where the period between the transfer of the promised goods or services to the customer and payment by the customer exceeds one year. As a consequence, it does not adjust any of the transaction prices for the time value of money. Revenue is recognised at the point in time at which the performance obligation is satisfied.

Revenue towards satisfaction of performance obligation is measured at the amount of transaction price (based on fixed rate contracts) allocated to that performance obligation. This consideration is estimated based on the expected value of outflow. Revenue is recognized only to the extent that it is highly probable that the amount will not be subject to significant reversal when uncertainty relating to its recognition is resolved. Revenue also excludes taxes or other amounts collected from customers.

a) Revenue from sale of goods:

Revenue from sale of goods is recognised when the company has transferred to the buyer the significant risks and rewards of ownership of goods.

b) Revenue from rendering of services:

- i) Revenue from the treatment and disposal of waste and other related income from services are recognised as and when services are rendered and it is probable that an economic benefit will be received which can be quantified reliably.

Income from membership of participating institutions is recognised as and when the membership is allotted based on application.

- ii) Revenue from Biomedical project are recognised based on the no of units of beds serviced in health centres and hospitals, based on a fixed rate for fixed quantity and is recognised on a monthly basis on the number of beds/ units serviced. For the extra quantity services than the fixed quantity, additional bill is raised in accordance with the agreed terms.

Income from membership of participating health care institutions is recognised as and when the membership is allotted based on application.

c) Interest Income

Interest income from a financial asset is recognized when it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that assets net carrying amount on initial recognition.

Other incomes are recognized on accrual basis except when there are significant uncertainties.

2.17 Employee Benefits:

- a) Short Term Employee Benefits - All employee benefits payable wholly within twelve months of rendering the service are classified as short-term employee benefits and recognized in the period in which the employee renders the related service.
- b) Defined Contribution Plans - The Company makes contributions to Provident Fund, which is a defined contribution plan for employees. The contributions paid/payable under the scheme during the year are charged to the Statement of Profit and Loss for the year.
- c) Defined Benefit Plans - Defined benefit plan covers the obligation of the Company towards the gratuity benefits. For defined benefit plans, the cost of providing benefits is determined using projected unit credit method, with actuarial valuations being carried out at the end of each reporting period. Re-measurement, comprising actuarial gains and losses, any change in the effect of the asset ceiling (excluding interest) and the return on plan assets (excluding net interest), is reflected immediately - with a charge or credit recognized in other comprehensive income in the period in which they occur. Re-measurement recognized in other comprehensive income is reflected immediately in retained earnings and is not reclassified to the Statement of Profit and Loss. Past service cost is recognized in the Statement of Profit and Loss in the period of a plan amendment. Net interest is calculated by applying the discount rate at the beginning of the period to the net defined benefit liability (asset). Defined benefit costs categorized as follows.

- (i) Service cost (including current service cost, past service cost, as well as gains and losses on curtailments and settlements);
- (ii) Net interest expense or income; and
- (iii) Re-measurement.

The Company presents the first two components of defined benefit costs in the Statement of Profit and Loss in the line 'Employee benefits expense'. Curtailment gains and losses are accounted as past service costs. The retirement benefit obligation recognised in the separate balance sheet represents the actual deficit or surplus in the Company's defined benefit plans. Any surplus resulting from this calculation limited to the lower of the surplus in the defined benefit plan and the asset ceiling.

- d) Long term employee benefits - The Company has a policy on compensated absence which are both accumulating and non-accumulating in nature. The expected cost of accumulating compensated absence is determined by Actuarial valuation performed by an independent actuary at each Balance Sheet date using projected unit credit method on the additional amount expected to be paid/availed as a result of unused entitlement that has accumulated at the Balance Sheet date. Expense on non-accumulating compensated absence is recognised in the period in which the absences occur.

Long Term Employee Benefits is categorised as follows:

- (i) Service Cost
- (ii) Net Interest on the net defined benefit liability (asset)
- (iii) Re-measurements of the net defined benefit liability (asset)

The Company presents the first two components of employee benefit costs in the Statement of Profit and Loss in the line 'Employee benefits expense'. Re-measurements of the net defined benefit liability (asset) is charged or credited to Other Comprehensive Income.

2.14 Borrowing Cost

Borrowing cost includes interest and amortization of ancillary costs incurred in connection with the arrangement of borrowings. Borrowing costs that are directly attributable to the acquisition, construction or production of an asset that takes a substantial period of time to get ready for its intended use are capitalized as part of cost of the respective asset. All other borrowing costs are recognized as expenditure for the period in which they are incurred.

2.18 Foreign Currency Translation

The functional currency of the company is Indian Rupees

On initial recognition, all foreign currency transactions are translated into the functional currency using the exchange rates prevailing on the date of the transaction. As at the reporting date, foreign currency monetary assets and liabilities are translated at the exchange rate prevailing on the Balance Sheet date and the exchange gains or losses are recognized in the Statement of Profit and Loss.

Non-monetary assets and non-monetary liabilities denominated in a foreign currency and measured at historical cost are translated at the exchange rate prevalent at the date of the transaction.

2.19 Taxation

Income tax expense comprises current tax expense and the net change in the deferred tax asset or liability during the year. Current and deferred taxes are recognized in Statement of Profit and Loss, except when they relate to items that are recognized in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognized in other comprehensive income or directly in equity, respectively.

Current tax

Current tax comprises the expected tax payable on the taxable income for the year and any adjustment to the tax payable or receivable in respect of previous years. The amount of current tax reflects the best estimate of the tax amount expected to be paid after considering the uncertainty, if any, related to income taxes. It is measured using tax rates (and laws) enacted or substantively enacted by the reporting date.

Deferred Tax

Deferred income tax is provided in full, using the liability method on temporary differences arising between the tax bases of assets and liabilities and their carrying amount in the financial statement. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred income tax assets is realized or the deferred income tax liability is settled.

Deferred tax assets are recognized for all deductible temporary differences and unused tax losses, only if, it is probable that future taxable amounts will be available to utilize those temporary differences and losses.

Deferred tax assets are recognized to the extent that it is probable that future taxable profits will be available against which they can be used. The existence of unused tax losses is strong evidence that future taxable profit may not be available. Therefore, in case of a history of recent losses, the Company recognizes a deferred tax asset only to the extent that it has sufficient taxable temporary differences or there is convincing other evidence that sufficient taxable profit will be available against which such deferred tax asset can be realized. Deferred tax assets – unrecognized or recognized, are reviewed at each reporting date and are recognized/ reduced to the extent that it is probable / no longer probable respectively that the related tax benefit will be realized.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority. Current tax assets and tax liabilities are offset where the Company has a legally enforceable right to offset and intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously.

Current and deferred tax is recognized in the Statement of Profit and Loss, except to the extent that it relates to items recognized in other comprehensive income or directly in equity. In this case, the tax is also recognized in other comprehensive income or directly in equity, respectively.

Minimum Alternate Tax credit is recognized as deferred tax asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the specified period. Such asset is reviewed at each Balance Sheet date and the carrying amount of the MAT credit asset is written down to the extent there is no longer a convincing evidence to the effect that the Company will pay normal income tax during the specified period.

2.20 Earnings Per Share

The earnings considered in ascertaining the Company's Earnings per share comprise of the net profit after tax. The number of shares used in computing the basic earnings per share is the weighted average number of equity shares outstanding during the year. The number of shares used in computing diluted Earnings per share comprises the weighted average shares considered for deriving the basic earnings per share and also the weighted average number of shares, of any shares, which would have been issued on the conversion of all dilutive potential equity shares.

3. Corporate Social Responsibility (CSR)

The Company has opted to charge its CSR expenditure to its Statement of Profit and Loss.

a) Exceptional Items:

Incomes/expenses which are not forming part of regular operations and are material are classified as Exceptional Items and such items are disclosed as separate line item in the statement of Profit and Loss.

b) Dividend to Equity Share holders:

Dividend to equity share holders is recognised as a liability and deducted from retained earnings under other equity in the period in which the dividends are approved by the equity share holders in the General Meeting.

c) Segment Reporting:

Segment disclosures are provided for those components of the company, that engage in business activities from which they may earn revenues and incur expenses, whose operating results are regularly reviewed by management in making operating decisions and for which discrete financial information is available.

Such components (operating segments) are identified on the basis of internal reports that the entity's Chief Operating Decision Maker (CODM) regularly reviews in allocating resources to segments and in assessing their performance.

The aggregation of operating segments is permitted only when the operating segments have characteristics so similar that they can be expected to have essentially the same future prospects (i.e. meeting the specified aggregation criteria).

Reportable segments are identified based on quantitative thresholds of revenue, profit/loss, or assets.

The amounts disclosed for each reportable segment are the measures reported to the CODM, which are not necessarily based on the same accounting policies as the amounts recognised in the financial statements.

NOTE No. 4.01 CONSOLIDATED SCHEDULE OF PROPERTY, PLANT AND EQUIPMENTS FOR THE YEAR ENDED 31.03.2023										(Rs. '000)
Particulars	Building	Plant & Machinery	Vehicles	Computer & Accessories	Electrification	Office Equipments	Furniture & Fixtures	Total		
Gross Carrying Amount as on 31-03-2022	1,24,577	1,08,374	330	1,323	15,247	2,128	1,089	2,53,067		
Addition	1,131	608	-	777	21	43	91	2,671		
Less: Grant for Biomedical	(1,321)	(1,938)	-	-	(322)	(20)	-	(3,600)		
Less: Provision for Impairment	(1,900)	-	-	-	-	-	-	1,900		
Gross Carrying Amount as on 31-03-2023	1,22,487	1,07,044	330	2,100	14,946	2,151	1,180	2,50,239		
as on 31-03-2022	1,24,577	1,08,374	330	1,323	15,247	2,128	1,089	2,53,067		
Accumulated Depreciation as on 31-03-2022	23,368	26,407	232	825	6,646	1,145	543	59,166		
Depreciation/ Amortisation the for year	9,110	14,446	-	779	2,142	442	163	27,082		
Disposal	-	-	-	-	-	-	-	-		
Accumulated Depreciation as on 31-03-2023	32,478	40,853	232	1,605	8,787	1,587	706	86,248		
as on 31-03-2022	23,368	26,407	232	825	6,646	1,145	543	59,166		
Net Carrying Amount as on 31-03-2023	90,010	66,192	98	496	6,159	564	474	1,63,991		
as on 31-03-2022	1,01,209	81,967	98	498	8,601	983	546	1,93,902		

NOTE No. 4.02 SCHEDULE OF RIGHT OF USE ASSETS FOR THE YEAR ENDED 31.03.2023							(Rs. '000)	
Leasehold Land - ROU								
Particulars	Gross Carrying Amount as on 31-03-2022	Addition	Deletion	Gross Carrying Amount as on 31-03-2023	Accumulated Depreciation as on 31-03-2022	Depreciation/ Amortisation the for year	Accumulated Depreciation as on 31-03-2023	Net Carrying Amount as on 31-03-2023
Leasehold Land - ROU	46,369	-	-	46,369	3,760	1,253	5,013	41,356

NOTES TO ACCOUNTS

(Rs. '000)

Particulars	As at 31.03.2023	As at 31.03.2022
NOTE No. 4.03 CAPITAL WORK IN PROGRESS		
Biomedical Waste Treatment Plant in progress (Refer Note No. 4.03.1)		
Opening	-	132,125
Additions to WIP	-	14,652
Capitalized during the year	-	146,777
Closing balance	-	-
Fire Hydrant System - Landfill		
Opening	-	-
Additions to WIP	2,632	64
Capitalized during the year	-	-
Closing balance	2,632	64
General Store building Under Progress		
Opening	-	992
Additions to WIP	-	-
Capitalized during the year	-	(992)
Closing balance	-	-
Air Ambient Fire Pedestal		
Opening	-	-
Additions to WIP	2,215	-
Capitalized during the year	-	-
Closing balance	2,215	-
Fire Hydrant Pedestal		
Opening	-	-
Additions to WIP	297	-
Capitalized during the year	-	-
Closing balance	297	-
Ambient Air Monitoring & Fire Fighting System		
Opening	-	-
Additions to WIP	62	-
Capitalized during the year	-	-
Closing balance	62	-
Ambient Air Monitoring Stations		
Opening	-	-
Additions to WIP	610	-
Capitalized during the year	-	-
Closing balance	610	-
TOTAL	5,816	64

NOTE No 4.04 SCHEDULE OF INTANGIBLE ASSETS FOR THE YEAR ENDED 31.03.2023								
(Rs. '000)								
Intangible Assets								
Particulars	Gross Carrying Amount as on 31-03-2022	Addition	Deletion	Gross Carrying Amount as on 31-03-2023	Accumulated Depreciation as on 31-03-2022	Depreciation/ Amortisation the for year	Accumulated Depreciation as on 31-03-2023	Net Carrying Amount as on 31-03-2023
Intangible Asset	342	-	-	342	102	68	170	172
Biomedical Intangible Asset	482	32	-	514	72	199	271	242
Total Intangible Assets	823	32	-	855	174	267	441	414

Particulars	As at 31.03.2023	As at 31.03.2022
NOTE No. 4.05 OTHER FINANCIAL ASSETS (NON-CURRENT)		
a. Bank deposits with maturity more than 12 months		
a. In Escrow Account (Refer Note No : 4.05.1)	64,091	51,288
b. Having Lien (Refer Note No. 4.05.2)	44,367	42,331
c. Others	23,639	-
b. Security Deposits - land lease (Refer Note No. 4.05.3)	2,900	2,650
- Others	2,624	2,584
TOTAL	1,37,621	98,853

**NOTE No. 4.05.1. OTHER FINANCIAL ASSETS -
Current and Non-current classification:**

Amount included in Non-Current Assets- Maturity more than 12 months (Refer Note No : 4.05)

Escrow accounts	64,091	51,288
Having Lien	44,367	42,331
Others	23,639	-

Amount included in current asset- Bank balance and others- Maturity 3-12 months (Refer Note No:4.11)

Escrow accounts	48,274	43,038
Others	2,672	2,546

Amount included in current asset- Cash and Cash equivalence- Maturity less than 3 month (Refer Note No :4.10)

Escrow accounts	551	11,969
Others	8,302	13,545

TOTAL	1,91,896	1,64,717
Escrow account total	1,12,916	1,06,295
Lien Account Total	44,367	42,331
Other accounts total	34,613	16,091
TOTAL	1,91,896	1,64,717

NOTE No. 4.05.2 BANK DEPOSITS INCLUDE

- (i) Deposit under Escrow accounts includes Rs.41701 (Rs. 36796) thousands, maintained in the joint name of the Company and Kerala State Pollution Control Board and a public sector bank as operating agency in accordance with the requirement of maintaining Escrow account for post closure monitoring of hazardous waste, treatment storage and disposal facility issued by Ministry of Environment, Forest and Climate Change (MOEF&CC), Government of India.
- (ii) Deposit under Escrow account include Rs. 71216 (Rs. 69498) thousands, deposited as per terms of agreement with KSIDC for the setting up of hazardous waste, treatment, storage and disposal facility. In addition to above.
- (iii) Rs. 9519 (9000) thousands, under lien for performance Bank Guarantee issued for Bio Medical Waste Treatment plant.
- (iv) Rs. 34736.57 (Rs. 33226.18) thousands, having lien for the Fund and non-fund based limits sanctioned by the Bank.
- (v) Rs. 110.52 (Rs. 105.03) thousands as security with commercial tax authorities.

NOTE No. 4.05.3

The Government of Kerala acquired 50 acres of land from Fertilizers and Chemicals Travancore Ltd. (FACT) and made available this land to the Company for the purpose of setting up a common hazardous waste treatment, storage and disposal facility for dumping of solid waste, on the basis of 50 year lease agreement entered into on 28/11/2012 and the lease deposit paid is Rs. 62,480 thousands.

Lease deposit paid to Government of Kerala for leasing 50 acres of land for a period of 50 years, is discounted and amortised over the period of lease, with the introduction of Ind As 116 with effect from 01.04.2019. As per the terms of lease agreement, the security deposit will be refunded on successful completion of the 50 year lease period and accordingly the discounted present value of security deposit is created in the financial statements in accordance with the requirement of Ind AS. Consequent to the implementation of Ind AS 116, the nominal value of lease deposit/security deposit is considered as part of Right-of-Use (ROU) along with the net present value of lease rent payable, to be amortised over the remaining period of lease.

As per the clause 2 (w) of the lease agreement approved by the Government of Kerala "in the event of termination of Lease during the tenure of the Lease Period or in the event of not renewing the Lease after the Lease period of 50 years, the lessor (Government of Kerala) agrees to refund the Lease Deposit without any interest, amounting to Rs. 62480/- (62480/-) (Rs. in thousands) to the Lessee (KEIL). In the event the Lessee fails to operate the facility or abandons the project before a period of 25 years, the Lease Deposit amount shall be forfeited and the Lessee (KEIL) shall not be entitled to make any claim for the amount". Considering the past trend and the future prospects, the Management does not expect to discontinue the operations of the Company within a period of 25 years from commencement, hence no impact of the said provision in the lease agreement has been taken into consideration in the preparation of financial statements.

Particulars	As at 31.03.2023	As at 31.03.2022
NOTE No. 4.06 NON CURRENT TAX ASSET (NET):		
Advance Income Tax (Net of provisions)	7,900	5,477
Income Tax paid against disputed Liability	-	452
TOTAL	7,900	5,929

NOTE No. 4.07 OTHER NON - CURRENT ASSETS:

a) Advances for capital assets	-	-
b) Inter division a/c	-	-
TOTAL	-	-

NOTE No. 4.08 INVENTORIES:

Consumables & materials for land fill construction	9,086	7,492
Inventory - Pit Construction (Refer Note No. 2.13 & 4.08.1)	56,585	40,571
Work in progress - Pit Construction (Refer Note No. 2.13 & 4.08.2)	12,220	21,818
TOTAL	77,891	69,881

Particulars	As at 31.03.2023	As at 31.03.2022
4.08.1 Inventory pit construction represents net amount of cost incurred for construction of pit net off proportionate cost expensed out based on the quantity of waste disposed.		
4.08.2 Work in progress represents the cost incurred for pits under construction, which is intended to be utilised for disposal of waste.		
NOTE No. 4.09 TRADE RECEIVABLES (CURRENT):		
Trade Receivables - Considered Good - Secured		
Trade Receivables - Undisputed, Considered Good - Unsecured	77,246	34,551
Due from Related Parties	-	-
Others	-	-
Trade Receivable which have significant increase in credit risk (Refer Note No. 4.09.1)	2,209	2,209
Sub-total	79,455	36,760
Less: Provision for doubtful debts (Expected credit loss allowance) against credit impaired trade receivables	2,209	2,209
TOTAL	77,246	34,551

NOTE No. 4.09.1 ALLOWANCE FOR CREDIT RISK LOSS

The Company has considered a provisioning metric based approach for computing the expected credit loss allowance for trade receivables. The provision matrix has been designed considering the expected credit loss on account of two factors:

- (i) Delay loss
- (ii) Percentage Probability of default risk. Appropriate discounting factors based on the time value of money has been reckoned for computing the percentage of delay loss. For computing the percentage probability of default risk, appropriate percentages were arrived by analysing historic credit loss experience among various customer classes. A blended percentage by considering the average of delay loss percentage and percentage probability of default risk has been considered for arriving at the expected credit loss provision. Based on the policy formulated, 100% provision is created for all receivables outstanding for a period exceeding 3 years.

NOTE No. 4.09.2 For Ageing Analysis of Trade Receivables refer Note No. 4.61

NOTE No. 4.10 CASH AND CASH EQUIVALENTS

a. Balances with bank		
In Current Accounts (Refer Note No. 4.05.1)	7,438	2,821
In Deposit Accounts (maturity less than 3 months)	-	-
a. Having Lien (Refer Note No. 4.05.1)	-	-
b. In Escrow Account (Refer Note No. 4.05.1)	551	11,969
c. Others (Refer Note No: 4.05.1)	864	828
b. Cash on hand	2	11
TOTAL	8,855	15,629



(Rs. '000)

Particulars	As at 31.03.2023	As at 31.03.2022
NOTE No. 4.11 BANK BALANCES OTHERS		
Bank Balances		
In Deposits		
(i) Maturity 3 to 12 months		
a. Having Lien (Refer Note No. 4.05.1)	-	-
b. In Escrow Account (Refer Note No. 4.05.1)	48,274	43,038
c. Others (Refer Note No. 4.05.1)	2,672	2,546
In Earmarked Accounts		
(i) Unpaid Dividend Account	18	18
TOTAL	50,964	45,602
NOTE No. 4.12 OTHER FINANCIAL ASSETS (CURRENT)		
Unsecured, considered good:		
Security Deposit and EMD	160	104
Interest Accrued on fixed deposits	2,701	2,937
Recoverable Amount	-	405
Grant form Government for biomedical waste disposal project Receivable (Refer Note 4.12.1)	-	5,400
TOTAL	2,861	8,845
NOTE No. 4.12.1		
The Government of Kerala and the Ministry of Environment, Forest and Climate Change (MoEF&CC) had approved a contribution of Rs. 9000 Thousands each (total 18000 Thousands) as financial assistance for the setting up and operation of Bio-Medical Waste Treatment plant. The grant has been received in full and recognized by deducting the amount received from the carrying amount of the asset in accordance with IndAS 20.		
NOTE No. 4.13 CURRENT TAX ASSET (NET)		
Advance Income Tax (Net of provisions)	2,667	6,220
TOTAL	2,667	6,220
NOTE No. 4.14 OTHER CURRENT ASSETS		
a. Advances other than capital advances		
(i) Advances recoverable in cash or in kind or for value to be received	4,033	2,266
(ii) Balances with Indirect Taxes & Other Authorities	7,439	1,464
TOTAL	11,472	3,730



(Rs. '000)

Particulars	As at 31.03.2023	As at 31.03.2022
NOTE No. 4.15 SHARE CAPITAL:		
Authorised:		
2,20,00,000 (2,20,00,000) Equity Shares of Par Value Rs. 10/- each	2,20,000	2,20,000
Issued and Subscribed and fully paid:		
1,96,32,848 (1,43,63,007) Equity shares of Par Value Rs.10/- each, fully paid up (Refer Note No. 4.15.1)	1,96,328	1,43,630
	1,96,328	1,43,630

Reconciliation of the shares at the beginning and at the end of the financial year

Equity Shares:	No. of shares	No. of shares
Balance at the beginning of the financial year	14,363,007	14,363,007
Add: Shares issued during the year	5,269,841	-
Balance at the end of the financial year	19,632,848	14,363,007

NOTE No. 4.15.1

The company has issued Rights equity shares to existing shareholders in the proportion of 4.07 shares for every 10 equity share held by them, issued at a premium of Rs. 7.07. The total number of shares proposed for Right Issue is 5845748 Equity Shares of Rs. 10/- each at a premium of Rs. 7.07/- per share. The Right Issue subscribed is of 5269841 shares and the balance unsubscribed portion of 575907 has been cancelled. Right Issue proceeds are utilized towards payment to biomedical waste management project vendors, for construction and capping of cells of hazardous waste management projects and other Capex requirement. The Equity Shares so issued have the same rights of voting as the existing equity shares and will be treated for all other purposes pari-passu with the existing equity shares of the Company and shall be entitled to dividend proportionately in the year of allotment of shares.

Rights, Preferences and restrictions attached to the shares

The Company has only one class of equity shares having a par value of Rs. 10 per share. Each holder of equity shares is entitled to one vote per share and carry a right to dividend. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

Particulars of share holding more than 5%

Name of the shareholder	As at 31.03.2023	As at 31.03.2023	As at 31.03.2022	As at 31.03.2022
	%	No. of shares	%	No. of shares
UPL LTD. (Formerly United Phosphorus Limited)	31.07%	61,00,000	23.32	33,50,000
Enviro Technology Limited	25.20%	49,48,146	24.49	35,16,806
BEIL Infrastructure Limited	4.61%	9,04,094	11.33	16,28,034
Fertilizers & Chemicals Travancore Limited	15.91%	31,24,000	21.75	31,24,000
Kerala State Industrial Development Corporation Limited	14.92%	29,29,867	8.21	11,78,677



(Rs. '000)

Particulars	As at 31.03.2023	As at 31.03.2022
Shares held by promoters at the end of the Year		
Promoter's Name	No. of Shares	% Change during the Year
Enviro Technology Limited	49,48,146	0.71
UPL LTD. (Formerly United Phosphorus Limited)	61,00,000	7.75
Fertilizers & Chemicals Travancore Limited	31,24,000	-5.84
BEIL Infrastructure Limited	9,04,094	-6.72
Kerala State Industrial Development Corporation Limited	29,29,867	6.71
Total	1,80,06,107	

NOTE No. 4.16 OTHER EQUITY:

Other Equity consist of the following

Retained Earnings:

a. Opening balance	43,985	1,01,940
b. Profit/(Loss) for the year	13,323	-57,883
c. Ind As Transitional Adjustment(Ind AS 116)	-	-
c. Other Comprehensive Income	6	-72
d. Dividend	-	-
e. Tax on dividend	-	-
Security Premium:	37,258	-
f. Balance at the end of the financial year	94,572	43,985

NOTE No. 4.16.1 Dividend

Dividend declared by the Company are based on the profits available for distribution as reported in the financial statements of the Company. The Board of Directors in their meeting held on 21th April, 2023 has decided not to propose any dividend for the year.

NOTE No. 4.17 BORROWINGS (NON-CURRENT)**Secured:**

a. Term Loan		
From Bank (Refer Note No. 4.17.1)	39,377	55,817
From Bank - Guaranteed Emergency Credit Line (Refer Note No. 4.17.2)	25,839	25,839
Sub Total	65,216	81,656

Unsecured:

b. Long Term Maturities of finance lease obligations (Refer Note No. 4.17.3)	50	51
Sub Total	50	51
TOTAL	65,266	81,707

Particulars	As at 31.03.2023	As at 31.03.2022
4.17.1 The Term Loan and Guaranteed Emergency Credit Line scheme (GECLS) are secured by the plant and equipments purchased with the said term loan and also having lien over fixed deposits amounting to Rs. 34736.57 thousands. The amount of loan sanctioned is Rs. 900 lakhs and is repayable in 72 Equated Monthly Installments. Loan repayment has started on 7th May 2020. The rate of interest is MCLR % plus 0.75% and the present rate of interest is 8.55% in March 2023.		
4.17.2 The Guaranteed Emergency Credit Line scheme (GECLS) represents the Working Capital Term Loan. The amount sanctioned is Rs. 25,838.88/- (thousands) and is repayable in 36 Equated Monthly Installments. Loan principal repayment starts on 7th April 2024. The rate of interest is Reference rate plus spread of 0.55% and the present rate of interest is 9.25%.		
4.17.3 Long term Maturities of finance lease obligations represents the computation of lease liability in accordance with Ind As 116 for the lease rent payable for the remaining period of lease, for the land taken on lease from Government of Kerala for disposing hazardous waste by constructing landfill cells. As per the lease agreement, the annual lease rent payable is Rs. 5.00 thousands and the period of lease is 50 years, commencing from October 2006.		
NOTE No. 4.17.4. CURRENT AND NON-CURRENT CLASSIFICATION:		
From Bank		
Amount included in non-current borrowings	39,377	55,817
Amount included in current maturities of long term debt (other current liabilities)	16,440	15,885
Amount included in non-current borrowings	25,839	25,839
Amount included in current maturities of long term debt (other current liabilities)	-	-
NOTE No. 4.18 PROVISIONS (NON-CURRENT)- Refer Note 4.36		
Provision for Employee Benefits:		
Provision for leave benefits	1,221	1,072
Provision for Gratuity	2,001	1,582
Others:		
Provision for Pit Covering (Refer Note No. 4.18.1)	53,776	51,271
Provision for Post Closure (Refer Note No. 4.18.2)	87,232	77,830
TOTAL	1,44,230	1,31,756

NOTE No. 4.18.1 PROVISION FOR PIT COVERING:

The Company is under obligation to cover the pits once they are fully filled. Cost of such obligation is measured at the best estimate of expenditure required to settle the obligation at the Balance sheet date and recognised in proportion to the land filled up to the year end. Such current cost is reviewed and adjusted at each year end. During the previous reporting period, the company had applied for environmental clearance for an expansion in Landfill Capacity from the existing capacity of 10 Lakh MT to an enhanced capacity 27.5 Lakh MT. Approval for the same has been received on 18.10.2021 and the management of the company has considered the revised best estimate of expenditure required to settle the obligation on the basis of the enhanced capacity of 27.5 Lakh MT and provision had been provided @ Rs. 142.7 (142.17) per MT of waste disposed. The provision is created considering the expenses intended to be incurred for covering the entire area after completion of construction of all the pits as per the approval of Kerala State Pollution Control Board. The actual expenses incurred is reduced from this provision.

Particulars	As at 31.03.2023	As at 31.03.2022
Provision for Pit Covering (Refer Note No. 4.18.1)		
a. Opening Balance	56,963	53,495
b. Additions during the year	6,673	6,467
c. Deletions / transfer during the year	-9,860	-2,999
d. Closing Balance	53,776	56,963

NOTE No. 4.18.2 PROVISION FOR POST CLOSURE:

In compliance with the provisions of Hazardous Wastes (Management and Handling and Trans boundary movement) Rules, 2008 made under the Environment (Protection) Act, 1986 and the authorization granted to the company by Kerala Pollution Control Board for managing and handling solid wastes, the company is under an obligation to maintain the landfills for a period of 30 years after closure of landfills. Cost of such obligation is measured at the best estimate of expenditure required to meet the obligation at the Balance Sheet date and recognised in proportion to the land filled upto the year end. Such current cost is reviewed and adjusted at each year end. For the current year, provision has been made @ 10% of the disposal charges collected which is considered to be sufficient to meet the obligation by the Management.

Provision for Post Closure (Refer Note No. 4.18.2)

a. Opening Balance	77,830	69,578
b. Additions during the year	9,402	8,252
c. Deletions / transfer during the year	-	-
d. Closing Balance	87,232	77,830

NOTE NO. 4.19 OTHER NON CURRENT LIABILITIES

a) Others

Deffered Revenue arising from Government Grant - Hazardous Waste Management Project (Refer Note No. 4.19.1)	27,680	28,504
TOTAL	27,680	28,504

Note No. 4.19.1

Deffered Revenue from Government grant received from Central and State Governments for operation of solid waste treatment plant is being recognized in the statement of profit or Loss on a systematic basis considering the period of lease.

NOTE NO. 4.20 SHORT TERM BORROWINGS

Current maturities of loan term debts (Refer Note No. 4.17.4)	16,440	15,885
TOTAL	16,440	15,885

NOTE No. 4.21 TRADE PAYABLES (CURRENT)

(i) Total outstanding dues of micro enterprises and small enterprises	6,142	4,944
(ii) Total outstanding dues other than micro enterprises and small enterprises	19,869	52,825
TOTAL	26,011	57,769

(Rs. '000)

4.21.1 Disclosure of payable to vendors as defined under the “Micro, Small and Medium Enterprise Development Act, 2006” is based on the information available with the Company regarding the status of registration of such vendors under the said Act. There are no amounts remaining unpaid to the suppliers till the appointed date; There is no interest due to MSME on account of delay;

4.21.2 The analysis of trade payable based on the period of outstanding is given in separate sheet.

4.21.3 Refer Note 4.38 for the amount payable to related parties.

4.21.4 For Ageing Analysis of Trade Payable- refer note no 4.60

Particulars	As at 31.03.2023	As at 31.03.2022
NOTE No. 4.22 OTHER FINANCIAL LIABILITIES (CURRENT)		
Unpaid Dividend	18	18
Security Deposits Including Retention Moneys	3,389	3,055
Liability towards capital Goods	-	894
TOTAL	3,407	3,967

NOTE No. 4.23 OTHER CURRENT LIABILITIES

a) Revenue Received in advance		
Advance from customers	7,108	6,640
b) Others		
Statutory Dues	5,052	3,488
Other Payables	2,874	1,556
TOTAL	15,034	11,684

NOTE No. 4.24 PROVISIONS (CURRENT)

Provision for Employee Benefits:

Provision for leave benefits	37	108
Provision for Gratuity	49	40

Others:

Provision for Pit Covering (Refer Note No. 4.18.1)	-	5,692
Provision for Internal Shifting (Refer Note No. 4.24.1)	-	1,739

TOTAL	86	7,579
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Note No. 4.24.1 The provision for Internal shifting represents, the provision created for the amount to be spent for shifting the waste stored in the monsoon shed to be disposed in the land fill, since the matching income relating to the said disposal had already been recognized.



Particulars	For the year ended 31st March 2023	For the year ended 31st March 2022
NOTE NO. 4.25 REVENUE FROM OPERATIONS		
A. Sale of services:		
Hazardous Waste Disposal	1,65,144	1,28,792
Bio medical Waste Disposal	79,965	27,530
Subtotal	2,45,109	1,56,322
B. Sale of goods:		
Sale of bio-medical waste collection bag	15,280	5,741
Sales of scrap - Hazardous waste division	2,319	971
Sale of scrap - Biomedical waste division	12,122	4,489
Sale of E Waste	2,477	9,589
Subtotal	32,198	20,790
TOTAL	2,77,307	1,77,112

Note No. 4.26 OTHER INCOME

Interest Income (Bank and others):		
Escrow	5,485	4,993
Others	3,927	3,834
Interest on lease land security deposit (Refer Note No 4.26.1)	250	229
Deffered Government grant (Refer Note No. 4.26.2)	824	824
Other non - operating Income	196	154
TOTAL	10,682	10,034

4.26.1 Interest on lease land security deposit Rs. 250.39 (Rs.228.77) (Rs. in thousands) is the computation of notional income on account of Ind AS adjustment of Security Deposit receivable on completion of 50 year lease period as per lease agreement.

4.26.2 Deferred Government grant includes: (a) Rs. 824.01 (824.01) (Rs. in thousands) being the proportionate amount of Deferred Income representing Grant received for HZW Project, recognised as income considering the period of land lease.

NOTE No. 4.27 COST OF MATERIALS CONSUMED

E Waste procured for disposal	1,640	10,845
Hazardous waste processing consumables	874	1,248
Biomedical waste processing consumables	2,572	4,283
Cost of sales- Biomedical Bags	12,708	5,397
TOTAL	17,794	21,773



Particulars	For the year ended 31st March 2023	For the year ended 31st March 2022
NOTE No. 4.28 OPERATING EXPENSES		
Power and Fuel	25,876	19,769
Waste Transportation Expenses	55,274	48,405
Pit Covering Expenses (Refer Note No. 4.18.1)	6,673	6,467
Post Closure Expenses (Refer Note No. 4.18.2)	9,402	8,252
Pit Utilisation (See Note No. 4.28.1)	7,405	7,171
Labour Charges	25,165	18,210
JCB Operating Expenses	1,893	1,492
Tipper for Internal Shifting	3,686	3,227
Testing Charges	70	178
Hittachi, Roller, Chain Dozer Charges	2,213	3,189
R O Plant Expenses	1,460	2,568
Tarpaulin Covering	1,983	1,285
Freight & Coolie	163	121
Landfill Expenses	717	433
Loading & Unloading Charges	354	142
Packing & Forwarding	107	0
Exchange Loss on import of HDPE sheet	103	-
Lab Expenses	423	276
TOTAL	1,42,967	1,21,185

Note No. 4.28.1 Pit Utilisation represents the proportionate cost of pit construction, expensed out based on the utilisation of pit for waste disposal, as detailed below:

Opening Inventory - Pit Construction	40,571	47,742
Add: Transfer from work in progress	23,419	-
Less: Closing Inventory - Pit Construction	56,585	40,571
Pit Utilisation	7,405	7,171

NOTE No. 4.29 EMPLOYEE BENEFIT EXPENSES

(i) Salaries and Wages	38,395	34,773
(ii) Contribution to Provident Funds and other funds	1,561	1,468
(iii) Gratuity and Leave encashment	512	807
(iv) Staff Welfare Expenses	4,233	3,218
(v) Staff Insurance	1,239	1,133
TOTAL	45,940	41,399

Particulars	For the year ended 31st March 2023	For the year ended 31st March 2022
NOTE No. 4.30 FINANCE COST		
(i) Interest	7,782	7,016
Less: Capitalised during the year- Bio-medical related	-	2,480
Net Interest	7,782	4,536
(ii) Other Borrowing Cost:		
Finance charges on Leases	5	5
(iii) Interest - others	24	186
TOTAL	7,811	4,727

NOTE No. 4.31 DEPRECIATION AND AMORTIZATION		
Depreciation on PPE	27,082	25,058
Depreciation on ROU Assets	1,253	1,253
Amortisation of Intangible Assets	267	141
TOTAL	28,602	26,452

NOTE No. 4.32 OTHER EXPENSES		
Repairs & Maintenance	10,453	4,812
Annual Maintenance Contracts	247	237
Security Charges	1,823	1,544
Legal Charges	2,311	5,776
Professional and consultancy charges	4,865	4,703
Travelling and Conveyance	4,266	3,455
Directors Sitting Fees	180	224
Advertisement Expenses	27	1,022
Provision for Assets impaired	1,900	-
Other Administrative Expenses	548	346
Expenses due to fire accident - (Refer Note No. 4.32.1)	-	536
Insurance	1,360	1,197
Rates & Taxes	1,194	2,749
Payment to Auditors (Refer Note No. 4.32.2)	625	594
Printing & Stationery	489	717
Postage & Telephone	857	407
Expenditure on Corporate Social Responsibility activities- (Refer Note No. 4.32.4)	-	897
Miscellaneous Expenses	407	468
TOTAL	31,552	29,684

(Rs. '000)

4.32.1 Expenses due to Fire accident is the expenses incurred for controlling the fire accident at Monson Storage shed, expensed out pending settlement of insurance claim. (Refer Note No. 4.47)

Particulars	For the year ended 31st March 2023	For the year ended 31st March 2022
NOTE No. 4.32.2 PAYMENT TO AUDITORS		
For Statutory Audit	525	495
For Tax Audit	75	55
For Certification	25	44
TOTAL	625	594

NOTE No. 4.32.4 CORPORATE SOCIAL RESPONSIBILITY (CSR)

As per section 135 of the Companies Act 2013, CSR committee has been formed by the Company. The areas of CSR activity includes General Public utility, Social Empowerment, etc., and those specified in Schedule VII of the Companies Act 2013. The utilisation of CSR funds are done through direct spending as per the recommendations of CSR committee. During the year under consideration, the Company has not met any one of the criteria mentioned in section 135(1) of the a Companies Act, requiring making provision for CSR activities. The details of amount required to be spent and the amount utilised during the previous year are given below:

(a) Gross amount required to be spent by the company during the year:	-	839
(b) Amount approved by the board	-	900
(c) Amount spent during the year on:		
(i) Construction/ acquisition of any asset	-	-
(ii) On purposes other than (i) above	-	897

NOTE No. 4.33 EARNINGS PER SHARE

Basic

Profit/(Loss) after taxation for the year (in Rs.)	13,323	(57,883)
Weighted Average No. of Equity Shares of Rs. 10/- each fully paid up	19,142	143,630
Basic Earnings Per Share (in Rs.)	0.70	(0.40)

Diluted

Profit/(Loss) after taxation for the year (in Rs.)	13,323	(57,883)
Weighted Average No. of Equity Shares of Rs. 10/- each fully paid up	20,687	143,630
Diluted Earnings Per Share (in Rs.)	0.64	(0.40)
Face Value per share	10	10

Particulars	For the year ended 31st March 2023	For the year ended 31st March 2022
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4.34 Disclosure in accordance with the requirements of Ind AS 116 Leases

Application of modified retrospective approach and right of use asset at its carrying amount but discounted using the lessee's incremental borrowing rate at the date of initial application:

Under this approach, a lessee applies Ind AS 116 from the beginning of the initial application. Additionally under this approach, the lessee does not restate its prior period financial information.

Additionally, the right to use asset is measured at its carrying amount as if Ind AS 116 has been applied since the commencement date, but discounted using the lessee's incremental borrowing rate at the date of initial application.

In this case, the entity would calculate the difference, as at the date of initial application of Ind AS 116 (i.e 1st April 2019), between the following:

- i) The amount at which right to use asset is measured and capitalised
- ii) The amount at which lease liability is measured
- iii) The difference recognised in the retained earning(or other component of equity, as appropriate)

Disclosure under Ind AS 116

a) Depreciation charged for Right of Use assets	1,253	1,253
b) Interest expense on lease liability	4.77	4.79
c) Total cash outflow for leases	5.00	5.00
d) Addition to right to use assets	-	-

4.35 Impairment

As assessed by the management, there are no internal or external indicators of impairment, which would have any impact on the carrying value of fixed assets, except for the monsoon shed, which had been partly damaged due to fire outbreak, and the excess of book value over the realisable value from insurance claim and scrap sale, is assessed and the same is provided as impairment loss, the amount being Rs. 1900 (Rs. in thousands). The Company's management believes that they will be able to generate future cash flows which shall be adequate to recover their carrying value of fixed assets, accordingly no provision for any impairment is made in the books of account other than for monsoon shed.

4.36 Provision for pit cover and post-closure expenditure is made, in proportion to the land filled up to the year-end, based on the Company's estimation of the total current cost of the pit cover and post-closure expenditure. Such current cost is reviewed and adjusted at each year-end to take cognizance in the regulatory requirements, inflation/deflation, etc. Further the provision for pit cover is done considering the pit coverage to be done for the whole area.

Description	As at 31.03.2023	Created the year	Utilized during the year	As at during 31.03.2022
Provision for Pit Covering Expenditure	53,776	6,673	9,860	56,963
Previous year	56,963	6,467	2,999	53,495
Provision for Post Closure Expenditure	87,232	9,402	-	77,830
Previous year	77,830	8,252	-	69,578

Particulars	For the year ended 31st March 2023	For the year ended 31st March 2022
4.37 Disclosure in respect of Ind AS 19 Employee Benefits		
a) Defined Contribution Plan		
Employee Benefits Schemes recognised in the Financial Statements as per the Actuarial Valuation for the year ended 31st March 2023 and March 2022 are as follows		
(i) Component of Expenses		
Current Service Cost	315	249
Interest Cost	119	85
Actuarial losses/(Gain)	-6	72
Expenses recognised in the statement of Profit/Loss	428	406
(ii) Change in Defined Benefit Obligation (DBO) during the year		
Present Value of DBO at the beginning of the year	1,622	1,216
Current Service Cost	315	249
Interest Cost	119	85
Actuarial Losses/(Gains)	-6	72
Benefits Paid		
Present Value of DBO at the end of the year	2,050	1,622
(iii) Net Liability recognised in the Balance Sheet		
Present value of the obligations at the end of the year	2,050	1,622
Fair Value of Plan Assets at the end of the year	-	0
Net Liability recognised in the Balance Sheet	2,050	1,622
(iv) Actuarial Assumptions		
Discount Rate	7.37%	6.96%
Salary Escalation Rate	5.50%	5.00%
Attrition Rate	2.00%	2.00%
(v) Amount disclosed under Other Comprehensive Incomen (OCI)		
Opening amount disclosed under OCI		
Actuarial Gain/ Loss on obligation side during the period	6	(72)
Actuarial Gain/ Loss on asset side during the period	-	-
Return on assets other than those included in net interest	-	-
Any other impact from asset value assumption	-	-
Any other impact from liability value assumption	-	-
Closing amount disclosed under OCI	6	(72)
b) The leave scheme is a final salary defined benefit plan, that provides for a lump sum payment at the time of separation; based on scheme rules the benefits are calculated on the basis of last drawn salary and the leave count at the time of separation and paid as lump sum. Summary of the Privilage Leave Liability Valuation Report is as follows		

Particulars	For the year ended 31st March 2023	For the year ended 31st March 2022
Discontinuance Liability	1,660	1,534
Defined Benefit Obligation	1,258	1,180
Funding Status		
Current Liability	37	108
Non-Current Liability	1,221	1,072
	1,258	1,180

4.38 Disclosure of transactions with related parties as required by Indian Accounting Standard – 24 on Related Party Disclosures as prescribed by Companies (Indian Accounting standards) Rules, 2015

RELATED PARTIES AND NATURE OF TRANSACTIONS

a) Enterprises having significant influence

Name of the Party	Relationship
BEIL Infrastructure Limited Uniphos Envirotronic Pvt Ltd. BEIL Research and Consultancy Pvt. Ltd. Shivalik Solid Waste Management Limited	Common Directors,
Fertilizers & Chemicals Travancore Limited	Percentage of share holding was above 20% during April 2022 to 05/05/2022, subsequent to that, shareholding percentage reduced below 20%.

b) Key Managerial Personnel

Dr. N Kunjuikrishna Pillai	Chief Executive Officer
Mr. Amit M Ved	Chief Financial Officer
Ms. Merin Philip	Company Secretary

Description of Transactions

Particulars	2022-23	2021-22
(i) BEIL Infrastructure Limited		
Providing Consultancy	-	3,182
Retainership & Deputation charges	3,455	4,594
Employees Health Insurance	-	-
Service Promotional Activities and Marketing Consultancy Charges	3,240	2,700
Materials purchased	-	23
Repairs and maintenance	-	56
Subscription for Microsoft azure software of cloud backup	239	-
Outstanding as at the year end - Payables	1,578	11,839

(Rs. '000)

Particulars	2022-23	2021-22
(ii) BEIL Research and Consultancy Private Limited		
Consultancy charges for support services for construction of Bio Medical and Landfill	116	4,967
Consultancy for capping of remaining portion of 5th & 6th Cell	687	-
Consultancy for 7th cell designing and engineering consultancy	752	-
Consultancy for 8th cell construction	1,922	-
Outstanding as at the year end - Payables	2,039	10,772
(iii) Shvalik Solid Waste Management Limited		
Consultancy charges for prepare Environment Impact Assessment (EIA)	-	130
(iv) Fertilizers & Chemicals Travancore Limited		
Construction Charges of Gypsum Stack Yard		
Operating charges Receivable	-	935
Outstanding at the year end - Receivables	-	449
Outstanding at the year end - Payable	-	-
(v) Uniphos Envirotronic Pvt. Ltd.		
Purchase of Stack Monitors	97	1,274
Outstanding as at the year end - Payable	-208	686

Details of Transactions with Key Managerial Personnel

Particulars	2022-23	2021-22
Salaries and other benefits		
To Dr. N Kunjikirishna Pillai (CEO)	3,085	2,946
To Mr. Amit M Ved (CFO)	2,076	1,667
To Ms Merin Philip (CS)	879	781

Sitting Fees paid to Directors

Name of Directors	Particulars of Remuneration	2022-23	2021-22
Independent Director			
Mr. K George	For attending board Meetings	40	40
	For audit committee meeting	40	32
Dr. G Madhu	For attending board Meetings	40	40
	For audit committee meeting	30	32
Other Non Executive			
Mr. M. Mohanchandran	For attending board Meetings	10	NA
Mr. Nithesh B.	For attending board Meetings	10	40
Mr. Ajithkumar T.P.	For attending board Meetings	10	40

(Rs. '000)

4.39 a) As the Company is availing tax holiday under section 80IA of the Income Tax Act for the Common Hazardous Waste Treatment, Storage and Disposal undertaking from the Assessment Year 2017-18 onwards and these being the initial years of tax holiday, deferred tax asset/liability is not accounted in the books of account on prudence basis considering the uncertainty associated with identifying the timing differences originating and reversing during the tax holiday period, which is in accordance with Ind AS 12. Further MAT Credit Entitlement has also not been considered and taken into account as deferred tax asset as a matter of prudence. The income tax assessment is completed upto the Assessment Year 2021-22 and there are no disputed demands outstanding based on the completed assessments except for the Assessment Year 2020-21. For the Assessment Year 2020-21, the rectification petition filed against the intimation u/s143(1) of the Act is pending for disposal.

b) Though there is profit for the year, there is no book profit based on the computation of book profit under the income tax, hence no tax liability is arrived at.

NOTE No. 4.40 DISCLOSURE UNDER IND AS 23:

Amount of borrowing cost capitalized during the year includes **Rs. 0** (Rs. 5766) thousands.

NOTE No. 4.41 RIGHT ISSUE OF EQUITY SHARES:

Based on the decision of the Company in the Share Allotment Committee meeting held 05th May, 2022, the company has offered equity shares to the exiting share holders on of the company in the proportion of 4.07 shares for every 10 shares held by them, issued at a premium of Rs. 7.07. Out of 5845748 number of shares offered on right issue basis, the number of shares subscribed is 5269841 numbers and the Company has cancelled the unsubscribed portion. The proceeds of Right Issue are to be utilized for payment to Biomedical Waste Management Project vendors, for construction and capping of cells of Hazardous Waste Disposal and Treatment Plant and other Capex requirement. The amount received from the right issue of equity shares had been used for the purpose for which it has been raised.

NOTE No. 4.42 EXPENDITURE IN FOREIGN CURRENCY:

Particulars	As at 31st March 2023	As at 31st March 2022
Value of Imports on CIF Basis		
HDPE Sheets - Inventory	2,961.54	Nil
	2,961.54	-

Note No. 4.43 Balances of trade receivables, payables, deposit and other debit and credit balances are subject to confirmation and reconciliation. Adjustments, if any, in this regard would be carried out as and when ascertained, which in view of the management would not be material.

Note No. 4.44 Details of provisions and contingent liabilities are given here under in terms of Ind AS 37 - Provisions, contingent liabilities and contingent Assets:

a) Contingent liabilities:

i) Claims against the Company not acknowledged as debts:

Particulars	As at 31.03.2023	As at 31.03.2022
Disputed demand for Income Tax pending before the First Appellant authority AY 2011-12, vide assessment order dtd.22.10.2018	-	2079



(Rs. '000)

Particulars	As at 31.03.2023	As at 31.03.2022
Disputed demand for Income Tax pending before the First Appellent authority AY 2017-18, vide assesment order dtd. 19.12.2019. An amount of Rs. 452 (Rs.452) thousands remitted is carried under Current Tax (Assets)	-	3,503
Disputed demand for Income Tax pending before the First Appellent authority AY 2018-19, vide assesment order dtd.26.04.2021	-	3,575
Income Tax demand pending in respect of AY 2020-21 - As per intimation order u/s 143(1), there is demand, consequent to the non allowing of deduction u/s 80IA, Rectification filed on 16.02.2022, pending for disposal	5,192	5,192
*in respect of the matter in dispute, favourable orders have been received on similar cases in earlier years.		
ii) Guarantees issued by the Banks on behalf of the Company towards defect Liability for the contract work undertaken Rs- Nil (Rs. NIL) thousands		
4.45 Estimated amount of contracts remaining to be executed on capital account Rs. 27536 (Rs. 894) thousands		
4.46 Pending the filing of GST annual return for the current financial year and the reconciliation of Input tax credit availed, the liability for GST is assesed ony provisionally.However, the Management is of the opinion that there will not be any material differences when the annual return is finalised.		
4.47 A moderate fire has occurred on 26/01/2022 in the monsoon shed wherein the hazardous waste are being stored. Fire has caused structural damage to the shed and steps had been taken to replace and rebuild the structure. The imparment for the monsoon shed has been assessed and provided in accordance with Ind As 36.		
4.48 There is dispute regarding area for collection of Bio medical waste between Government of Kerala and IMAGE; the existing bio-medical waste treatment and disposal unit in the State of Kerala. The matter is pending for final verdict by supreme court. The management expects a verdict in favor of KEIL.		
4.49 a) The Company primarily operates in solid waste management. The Solid Waste Management segment includes all activities relating to facilities for treatment, storage and safe disposal of Hazardous and other industrial waste, municipal & Biomedical Wastes. The Company's services mainly includes Hazardous waste & Biomedical Waste treatment & Disposal. Since the Company is operating in only one segment, no segment reporting reuirement in accordance with Ind As 108.		
4.50 The following clients accounted for more than 10% of the revenue in the year ended March 31st 2023:		
i) Cochin Shipyard Limited		
ii) Nitta Gelatin India Ltd.		
b) Information about the major customers, based on Revenue derived:		
	2022-23	2021-22
	Rs. in '000	Rs. in '000
i) Cochin Shipyard Limited	49,163	24,296
ii) Nitta Gelatin India Ltd.	19,016	13,139

NOTE No. 4.51 FINANCIAL RISK MANAGEMENT

The Company's financial risk management is an integral part of planning and executing its business strategies. The company's management policy is set by the Managing Board.

- a) **Interest Rate Risk:** The company faces interest rate risk in respect of floating rate of interest on Term Loan, rate of interest being dependant on MCLR.
- b) The major risk of the Company is the failure of the Land fill and the consequent threat to the environment and public. The Company has taken public liability insurance and special contingency insurance to mitigate the aforesaid contingency.
- c) **Operational Risk:** The operational risk expected is the non-availability of sufficient hazardous waste for disposal which is being mitigated by way of creating awareness among the industries and better marketing.
- d) **Credit Risk:** Credit risk arises from the possibility that the counter party may not be able to settle their obligations as agreed. the Company periodically assesses financial reliability of customers and other counter parties, taking into account the financial condition, current economic trends, and analysis of historical bad debts and ageing of financial assets. Individual risk limits are set and periodically reviewed on the basis of such information. Financial assets are written off when there is no reasonable expectation of recovery. Where receivables have been written off, the Company continues to engage in enforcement activity to attempt to recover the receivable due. Where recoveries are made, these are recognized as income in the statement of profit and loss.

4.52 Litigation: The Company is subjected to legal proceedings and claims, which are in the ordinary course of business. The Company's Management does not reasonably expect that these legal actions when ultimately concluded and determined will have a material and adverse effect on the Companies results of operation.

4.53 The Company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses

4.54 Previous year's figures have been regrouped/reclassified where ever necessary to correspond with the current years classification/disclosure.

4.55 Disclosure requirements in accordance with amendment to schedule III vide notification dated 24th March 2021 have been incorporated, as the same is made applicable from 1st April 2021 incorporating the same for the previous year.

a) Details of benami property in which proceedings have been initiated or pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 and rule made thereunder has been provided hereunder:

- Details and year of acquisition of such property	NIL
- Amount of property	NIL
- Details of Beneficiary	NIL
- If the property is disclosed in books, Reference in the balance sheet:	NIL
- If the property is not in the books, then the facts shall be disclosed with reasons	NIL
- Where there are proceedings against the company under this law as an abettor of the transaction or as the transferor, then the details shall be provided:	NIL
- Nature of proceedings and company's stand thereon:	NIL

b) **Charge Details:**

Details of Registration or satisfaction of charge not registered with ROC beyond the time period are disclosed along with reasons thereof: All charges registered with ROC - **NIL**

c) Title deed of Immovable property not held in the name of company

Details of all those immovable properties whose title deed are not in the name of the company, except those immovable properties in which the company is lessee and lease agreement are executed -NIL

Relevant line item in the Balance sheet	Description of item of property	Gross carrying value	Title deeds held in the name of	TD Holder-Promoter, Director or relative of P/D or employee of P/D	Property held since which date	Reason for not being held in the name of the company (also indicate if in dispute)
PPE	Land & Building	-	-	-	-	-
Investment Property	Land & Building	-	-	-	-	-
PPE retired from active use	Land & Building	-	-	-	-	-
Others	-	-	-	-	-	-

d) Borrowing from Banks and Financial Institutions:

- a) During the year, the Company has not borrowed fund from Banks/FI (being current assets as collateral security)
- b) The Company has availed loan facility from the Bank for the Common Biomedical Waste Treatment and Disposal project and the same has been utilised for the said project.
- c) No funds have been advanced, loaned or invested (either from borrowed funds or share premium or any other source 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 lend or invest in party identified by or on behalf of the Company (ultimate beneficiary). The Company has not received any fund from any party (Funding Party) with the understanding that the Company shall whether directly or indirectly lend or invest in other person or entities identified by or on behalf of the Company (ultimate beneficiary) or provide any guarantee, security or the like on behalf of the ultimate beneficiary.
- e) **Willful Defaulter:** The company is not declared as wilful defaulter by any bank or financial institution during the year
- f) **Transactions with Struck off Companies:** The management confirm that the company had no transaction with any struck off companies during the year.
- g) **Capital-Work-in Progress (CWIP)**
Ageing schedule for Intangible assets under development and Capital Work in Progress (CWIP) shall be given.
- h) **Loans & advances to Directors / KMP / Related Parties:** No loans and advances given to

(Amount in Rs. 000) CWIP	Amount in CWIP for a period of				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Projects in progress					
Ambient Air monitoring Stations	610				610
Fire Hydrant Pedestal	2,512				2,512
Fire Hydrant Systems	2,694				2,694
Projects temporarily suspended	-				-

* Project in progress includes amount paid for the construction of Fire Hydrant System for Landfill

Directors / KMP / Related Parties during the year

- i) **Scheme of arrangement** Not Applicable
- j) **Compliance with number of layers of companies** - Not Applicable
- k) Details in respect of Utilization of Borrowed funds and share premium shall be provided in respect of:
 - a. Transactions where an entity has provided any advance, loan, or invested funds to any other person (s) or entity/ entities, including foreign entities.- Nil
 - b. Transactions where an entity has received any fund from any person (s) or entity/ entities, including foreign entity.- Nil
- l) Undisclosed Income:

There are no transaction recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.

4.56 Foreign Exchange earnings: No earnings in Foreign currency during the year.

4.57 Additional information related to CSR Disclosure: Where the company covered under section 135 of the Companies Act, the following shall be disclosed with regard to CSR activities:-

Particulars	As at 31st March 2023	As at 31st March 2022
A. Amount required to be spent by the company during the year,	-	839
B. Amount of expenditure incurred	-	897
C. Shortfall at the end of the year	-	-
D. Total of previous year's shortfall,	-	0
E. Reason for shortfall,	-	0
F. Nature of CSR activities		

4.58 Details of Crypto Currency or Virtual Currency: The company has not traded or invested in Crypto currency or Virtual Currency during the financial year

4.59 Significant ratios

Particulars	As at 31 March 2023	As at 31st March 2022	% change	Reason for Variation
Current Ratio	3.80	2.34	1.46	There is an increase in Trade receivables compared to previous year due to increase in Bio Medical customers and other current assets.
Debt - Equity Ratio	0.28	0.52	-0.24	Increase in right issue of shares and reduction in borrowings through repayment.
Debt Service Coverage Ratio	2.10	-1.26	3.36	Company has made profit during the current financial year compared to the previous year.
Return on Equity Ratio	0.05	-0.31	-0.37	Company has made profit during the current financial year compared to the previous year and also the paid up capital of the company has increased due to the right issue of shares.
Inventory Turnover Ratio	0.24	0.33	0.29	The company has constructed the 7th cell during the year which is yet to be fully utilised, hence there is decrease in Inventory turnover.
Trade Receivables turnover ratio	4.96	5.34	1.69	There is decrease in Trade receivable ratio as compared to previous year, the company turnover has increased, but there is no proportional increase in Trade receivable.
Trade payables turnover ratio	0.15	0.36	-0.21	This year E waste purchase has decreased compared to the previous year.
Net capital turnover ratio	1.68	1.44	0.24	There is increase in revenue compared to previous year. Hence the ratio has increased 1.68 times compared to the previous year 1.44 times
Net profit ratio	0.05	-0.31	-0.42	Company was able to make profit during the current financial year, against the loss in the previous year.
Return on Capital employed	0.04	-0.12	-0.16	Company was able to make profit during the current financial year, against the loss in the previous year.
Return on investment	Nil	Nil		

**NOTE No. 4.60 TRADE PAYABLES (CURRENT)**

Particulars	Outstanding for following periods from due date of payment					
	Less than 6 months	6 months - 1year	1-2 years	2-3 years	More than 3 years	As at 31.03. 2023
(i) Micro enterprises and small enterprises	6,113	29	-	-	-	6,142
(ii) Dues other than micro enterprises and small enterprises	18,866	191	723	88	-	19,869
(iii) Disputed Liabilities - MSME	-	-	-	-	-	-
(iv) Disputed Liabilities - Others	-	-	-	-	-	-
TOTAL	24,979	220	723	88	-	26,011

NOTE No. 4.61 TRADE RECEIVABLES (CURRENT)

Particulars	Outstanding for following periods from due date of payment					
	Less than 6 months	6 months - 1year	1-2 years	2-3 years	More than 3 years	As at 31.03. 2023
Trade Receivables - Considered Good - Secured						
Trade Receivables - Undisputed, Considered Good - Unsecured	51,205	18,750	7,163	142	2,194	79,455
Due from Related Parties	-	-	-	-	-	-
Others	-	-	-	-	-	-
Trade Receivable which have significant increase in credit risk (Refer Note No. 4.09.1)	-	-	-	-	2,209	2,209
Sub-total	51,205	18,750	7,163	142	4,403	79,455
Less: Provision for doubtful debts (Expected credit loss allowance) against credit impaired trade receivables	-	-	-	-	2,209	2,209
As on 31-03-2023	51,205	18,750	7,163	142	2,194	77,246

As per our separate report of even date attached

For Krishnamoorthy & KrishnamoorthyChartered Accountants
(Firm Reg. No. 001488S)

(Sd/-)

CA K.T. Mohanan

Partner

(Membership No. 201484)

Place: Cochin - 16

Date: 21/04/2023

UDIN: 23201484BGWMEF5708

For and on behalf of the Board of Directors of
KERALA ENVIRO INFRASTRUCTURE LIMITED
(CIN:U24129KL2005PLC017973)

(Sd/-)

Arun C. Ashar

Director (DIN: 00192088)

Mumbai

21/04/2023

(Sd/-)

Dr. N.K. Pillai

C.E.O.

Cochin

21/04/2023

(Sd/-)

Ashok Panjwani

Director (DIN: 00200220)

Ankleshwar,

21/04/2023

(Sd/-)

Amit M. Ved

C.F.O.

Cochin

21/04/2023

(Sd/-)

Merin Phillip

C.S. (M. No. A41680)

Cochin

21/04/2023

