

## 38 Other Expense

(₹ in lakhs)

Particulars	For the year ended 31st March, 2023	For the year ended 31st March, 2022
Bank Charges	13.18	21.09
Rent	311.64	132.26
Office & Other Maintenance	510.31	353.13
Insurance	606.43	512.19
Rates and Taxes	1,011.92	560.14
Communication	24.75	18.41
Travelling and conveyance	704.87	420.57
Printing and stationery	28.44	20.00
Business Promotion Expenses	47.19	47.63
Professional & Consultancy Fees	436.22	433.61
Payments to Auditors :		
- As Statutory Audit Fee	11.50	9.75
- As Tax Audit Fee	1.60	1.25
Management Audit Fees	0.75	0.75
Cost Audit Fees	0.75	0.75
Loss on sale of fixed assets	22.93	58.85
Rebate and Short Recovery (Net)	97.87	173.03
CSR Expense (Refer note no 46)	61.00	41.00
Net gain/(loss) on fair value changes of mutual funds	0.14	-
Loss on sale of Mutual Fund	1.49	-
Foreign Currency Fluctuation Loss/(Gain)	60.37	-
Expected Credit Loss	57.77	11.78
Miscellaneous Expenses	91.97	144.84
<b>Total</b>	<b>4,103.09</b>	<b>2,961.03</b>

## 39 Tax Expense

(₹ in lakhs)

Particulars	For the year ended 31st March, 2023	For the year ended 31st March, 2022
Current Tax	1,147.40	866.86
Tax relating to earlier year	264.84	(4.16)
Deferred Tax	(61.71)	(146.57)
<b>Total</b>	<b>1,350.54</b>	<b>716.13</b>

39.1 Reconciliation of estimated Income tax expense at Indian statutory income tax rate to income tax expense reported in statement of Profit & Loss

Particulars	For the year ended 31st March, 2023	For the year ended 31st March, 2022
Profit from before income tax expense	4,265.79	2,830.20
Income Tax rate (Refer Note 39.2 below)	25.17%	25.17%
<b>Estimated Income Tax Expense</b>	<b>1,073.62</b>	<b>712.30</b>
<b>Tax effect of amounts which are not deductible (taxable) in calculating taxable income:</b>		
Income not considered for Tax Calculation	(33.59)	(0.57)
Income exempt from tax/ allowable deductions	-	-
Expenses not allowable for Tax Calculation	15.89	10.32
Others	91.49	144.81
Adjustments for current tax of prior periods	264.84	(4.16)
Deferred tax liability for the year	(61.71)	(146.57)
<b>Income tax expense in Statement of Profit &amp; Loss</b>	<b>1,350.54</b>	<b>716.13</b>

39.2 The Company has opted to apply concessional rate of taxation as per the provisions of Section 115BAA of the Income Tax Act, 1961 made effective for financial year 2019-20 pursuant to Taxation Laws (Amendment) Act, 2019. Accordingly, the provision for Income tax and Deferred Tax balances have been recorded/re-measured using the new tax rate and the resultant impact is recognized in the Statement of Profit & Loss for the current year.

## 40 Other Comprehensive Income

(₹ in lakhs)

Particulars	For the year ended 31st March, 2023	For the year ended 31st March, 2022
Remeasurement of the net defined benefit liability/asset	19.39	(29.58)
Less: Tax Expense on the above	(4.85)	7.44
<b>Total</b>	<b>14.51</b>	<b>(22.13)</b>

## 41 Earning per Share

(₹ in lakhs)

Particulars	For the year ended 31st March, 2023	For the year ended 31st March, 2022
Nominal Value of Equity Shares (₹)	10	10
Profit attributed to the Equity shareholders of the Company	2,915.26	2,114.07
Weighted average number of Equity shares (Nos.)	81,75,220	81,75,220
Basic earning per share (₹)	<b>35.66</b>	<b>25.86</b>
Potentially Dilutive Equity Shares	-	-
Diluted earning per share (₹)	<b>35.66</b>	<b>25.86</b>



42 Contingent Liability

(₹ in lakhs)

Particulars	As at March 31, 2023	As at March 31, 2022	As at April 1, 2021
<b>a) Liabilities in respect to guarantees issued by Banks &amp; Others</b>			
Inland Bank Guarantee given by banks	29,364.97	24,589.52	20,197.45
<b>b) Claims against the Company</b>			
The West Bengal Value Added Tax Rules, 2005	40.20	40.20	43.56
Income Tax Act, 1961	-	257.48	257.48

42.1 With respect to The West Bengal value Added Tax the department has demanded Rs. 43.56 lakhs relating to period (Apr-June'17) out of which Rs. 3.36 lakhs has been deposited and the same is pending before Circle Officer.

42.2 The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment benefits received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified. The Company will assess the impact of the Code when it comes into effect and will record any related impact in the period when the Code becomes effective.

43 Employee Benefit (Defined Benefit Plan)

The Company has a Defined Benefit Gratuity plan. Every employee who has completed at least five years or more of service is entitled to Gratuity on terms as per the provisions of The Payment of Gratuity Act, 1972. Disclosure pursuant to Indian Accounting Standard (Ind AS) 19 - Employee Benefits are as under :-

(A) Defined Contribution Plan :

The amount recognised as an expenses for the Defined Contribution Plans are as under :

(₹ in lakhs)

Particulars	For the year ended 31st March, 2023	For the year ended 31st March, 2022
<b>Contribution to Provident and other funds:</b>		
Employer's Contribution to Provident Fund & Other fund	241.31	155.58
<b>Total</b>	<b>241.31</b>	<b>155.58</b>

(B) Defined Benefit Plan :

Post employment and other long term employee benefits in the form of gratuity and leave encashment are considered as defined benefit obligation. The employees' gratuity fund scheme managed by Life Insurance Corporation of India is a defined benefit plan. The present value of obligation is determined based on actuarial valuation using the Projected Unit Credit Method, which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation. Under the PUC method a "projected accrued benefit" is calculated at the beginning of the year and again at the end of the year for each benefit that will accrue for all active members of the Plan. The "projected accrued benefit" is based on the Plan's accrual formula and upon service as of the beginning or end of the year, but using a member's final compensation, projected to the age at which the employee is assumed to leave active service. The Plan liability is the actuarial present value of the "projected accrued benefits" as of the beginning of the year for active Liability for leave payable at the time of retirement has been recognized on actuarial basis.

**Risk Exposure:**

Defined Benefit Plans expose the Company to actuarial risks such as: Interest Rate Risk, Salary Risk and Demographic Risk.

- (a) **Interest rate risk :** The defined benefit obligation calculated uses a discount rate based on government bonds. If bond yields fall, the defined benefit obligation will tend to increase.
- (b) **Salary risk :** Higher than expected increases in salary will increase the defined benefit obligation.
- (c) **Demographic risk :** This is the risk of variability of results due to unsystematic nature of decrements that include mortality, withdrawal.
- (d) **Regulatory Risk :** Gratuity benefit is paid in accordance with the requirements of the Payment of Gratuity Act , 1972 (as amended from time to time). There is a risk of change in regulations requiring higher gratuity payouts [e.g. Increase in the maximum limit on gratuity from Rs. 10 lakhs to Rs. 20 lakhs]. An upward revision of maximum gratuity limit will result in gratuity plan obligation.

(₹ in lakhs)

Particulars	Gratuity (Funded)	
	As at March 31, 2023	As at March 31, 2022
<b>(i) Reconciliation of opening and closing balances of Defined Benefit obligation</b>		
Defined benefit obligation at beginning of the year	111.25	87.13
Current service cost	18.12	15.70
Interest cost	5.50	3.92
Past service cost - plan amendments	-	-
Actuarial (gain)/loss - experience	(13.01)	42.95
Actuarial (gain)/loss - financial assumptions	(6.39)	(1.30)
Benefits paid from plan assets	-	(37.16)
<b>Defined benefit obligation at year end</b>	<b>115.47</b>	<b>111.25</b>



ROYAL INFRACONSTRU LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

<b>(iii) Reconciliation of opening and closing balances of fair value of plan assets</b>			<b>(₹ in lakhs)</b>
Fair value of plan assets at beginning of the year	70.31	59.64	
Interest Income on plan assets	3.48	2.68	
Employer's Contribution	-	-	
Remeasurements - Return on Assets (Excluding Interest Income)	-	12.08	
Benefits paid	-	(4.08)	
<b>Fair value of plan assets at year end</b>	<b>73.79</b>	<b>70.31</b>	
<b>(iii) Reconciliation of fair value of assets and obligations</b>			<b>(₹ in lakhs)</b>
Fair value of plan assets as at 31st March	73.79	70.31	
Present value of obligation as at 31st March	115.47	111.25	
<b>Net asset/(liability) recognized in Balance Sheet</b>	<b>(41.68)</b>	<b>(40.93)</b>	
<b>(iv) Expenses recognized during the year</b>			<b>(₹ in lakhs)</b>
Current service cost	18.12	15.70	
Past service cost - plan amendments	-	-	
Interest cost	5.50	3.92	
Interest income on plan assets	(3.48)	(2.68)	
<b>Amount charged to statement of Profit &amp; Loss</b>	<b>20.15</b>	<b>16.94</b>	
<b>(v) Re-measurements recognised in Other Comprehensive Income (OCI)</b>			<b>(₹ in lakhs)</b>
Actuarial (gain)/loss - experience	(13.01)	42.95	
Actuarial (gain)/loss - financial assumptions	(6.39)	(1.30)	
Return on plan assets greater/ (Less) than discount rate	-	(12.08)	
<b>Amount recognised in Other Comprehensive Income (OCI)</b>	<b>(19.39)</b>	<b>29.58</b>	
<b>(vi) Maturity Profile of Defined Benefit obligation over the next</b>			
1 year	51.24	36.13	
2 to 5 years	69.69	96.88	
6 to 10 years	15.14	51.81	
more than 10 years	2.15	34.28	
<b>(vii) A quantitative sensitivity analysis for significant assumption as at 31 March 2022 is as shown below:</b>			
Effect on DBO due to 1% increase in Discount Rate	112.80	108.46	
Effect on DBO due to 1% decrease in Discount Rate	118.29	114.18	
Effect on DBO due to 1% increase in Salary Escalation Rate	118.32	114.15	
Effect on DBO due to 1% decrease in Salary Escalation Rate	112.72	108.43	
Effect on DBO due to 50% increase in Withdrawal Rate	112.50	107.00	
Effect on DBO due to 50% decrease in Withdrawal Rate	119.09	117.44	
Effect on DBO due to 10% increase in Mortality Rate	115.49	111.25	
Effect on DBO due to 10% decrease in Mortality Rate	115.46	111.24	
The sensitivity analysis above have been determined based on reasonably possible changes of the assumptions occurring at the end of the reporting period, while holding all other assumptions constant.			
<b>(viii) Major Categories of Plan Assets</b>			
Fund managed by Insurer (as % of total plan assets)	100%	100%	
<b>(ix) Actuarial assumptions:</b>			
Mortality rate	100% of IALM 2012-14	100% of IALM 2012-14	
Discount rate (per annum)	7.15%	4.95%	
Expected rate of return on plan assets (per annum)			
Withdrawal Rate (based on age)			
Upto 30 years	50.00%	50.00%	
31 - 44 years	40.00%	40.00%	
Above 44 years	30.00%	30.00%	
Rate of escalation in salary (per annum)	5.00%	5.00%	
Retirement Age	58 years	58 years	
<b>(x) Salary Escalation Rate :</b>			
The estimates of rate of escalation in salary considered in actuarial valuation, takes into account inflation, seniority, promotion and other relevant factors including supply and demand in the employment market.			



44 Related Party Disclosure pursuant to IND AS - 24

A) Names of related parties and related party relationship with whom there is transaction in the current year

Name of Related Party	Nature of Relationship
Royal - Vijay JV	Joint Venture Partner
Royal - ITL JV	
Pratibha - Royal JV	
Royal - RCPL JV	
ARSS-Royal JV	
Royal -PTL JV	
Royal-Shivam JV	
Vimla Iron Steel Works Private Limited	Control Through Composition of Board of Directors
Pritex Fiscal Services Private Limited	
Ashika Commercial Pvt. Ltd.	Whole time Directors are partner in LLP
Aarohan Ventures LLP	
Mr. Jitendra Kumar Jain	Whole Time Director
Mr. Shreyans Jain	Whole Time Director
Mrs. Neha Jain	Relative of Whole time Director
Mrs. Nisha Kedia (Cessation on 02-05-2023)	Company Secretary

B) Transactions with related parties during the year and outstanding balance:

(₹ in lakhs)

Particulars	2022-23				2021-22			
	Joint ventures in which the entity is a Joint venturer	KMP	Other Related Parties	Outstanding as on 31.03.2023	Joint ventures in which the entity is a Joint venturer	KMP	Other Related Parties	Outstanding as on 31.03.2022
<b>Royal Vijay JV</b>								
Investment	0.04	-	-		0.04	-	-	
Share of Profit/(Loss)	(0.03)			169.61	-			169.60
<b>Pratibha Royal JV</b>								
Investment	(8.47)	-	-		0.38	-	-	
Share of Profit/(Loss)	0.70	-	-	1.61	(1.80)	-	-	9.38
<b>Royal ITL JV</b>								
Investment	0.02	-	-		0.26	-	-	
Share of Profit/(Loss)	13.83	-	-	49.43	5.96	-	-	35.59
Contract Revenue	14,188.09	-	-	3,166.47	6,622.51	-	-	410.56
<b>Royal PTL JV</b>								
Investment	64.27	-	-		-	-	-	
Share of Profit/(Loss)	0.16	-	-	64.43	-	-	-	
Contract Revenue	642.84	-	-	-	-	-	-	
<b>ARSS Royal</b>								
Contract Revenue	333.69	-	-	-	5.40	-	-	
<b>Royal Shivam</b>								
Contract Revenue	937.80	-	-	-	3.32	-	-	
<b>Aarohan Ventures LLP</b>								
Hire charges Expense	-	-	363.00		-	-	249.25	
Contractual Expenses	-	-	885.72	83.70	-	-	-	0.04
<b>Mr. Jitendra Jain</b>								
Salary	-	187.50	-	9.43	-	187.50	-	9.43
<b>Mr. Shreyans Jain</b>								
Salary	-	151.50	-	7.60	-	151.50	-	7.60
<b>Mrs. Neha Jain</b>								
Salary	-	-	33.00	1.89	-	-	33.00	1.89
<b>Ms. Nisha Kedia</b>								
Salary	-	5.04	-	0.42	-	5.04	-	0.42
<b>Vimla Iron Steel Works Private Limited</b>								
Short Term Loan taken	-	-	1,150.00	-	-	-	1,000.00	-
Interest Expense	-	-	67.04	-	-	-	15.25	-
<b>Pritex Fiscal Services Private Limited</b>								
Short Term Loan taken	-	-	1,000.00	-	-	-	1,050.00	-
Interest Expense	-	-	54.75	-	-	-	26.45	-
<b>Ashika Commercial Pvt. Ltd.</b>								
Purchase of Construction Material	-	-	80.42	63.39	-	-	-	-
Purchase of Fixed Asset	-	-	2.88	-	-	-	-	-



**ROYAL INFRACONSTRU LIMITED**

**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023**

**C) Key Management Personnel Compensation:**

(₹ in lakhs)

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Short-term employee benefits	344.04	344.04
Post-employment benefits	-	-
<b>Total</b>	<b>344.04</b>	<b>344.04</b>

Post employment benefits (Gratuity) with respect to KMP is provided in books on an actuarial basis for the Company as a whole.

D) Transactions with related parties are carried out in the normal course of business at arm's length prices.

**45 Joint Venture Details pursuant to Ind AS 28**

(₹ in lakhs)

Sl. No	Joint Venture	Partner	Profit	Capital as on 31st March 2023	Capital as on 31st March 2022	Particulars	2022-23	2021-22
1	Royal-Vijay (Unaudited)	Royal Infraconstru Ltd.	80%	169.61	169.60	Assets	169.32	169.32
		Vijay Nirman Company	20%	(0.29)	(0.28)	Liabilities	NIL	NIL
						Income	NIL	NIL
						Expenses	0.04	0.04
						Profit/(Loss)	(0.04)	(0.04)
2	Royal-ITL	Royal Infraconstru Ltd.	49%	49.43	35.59	Assets	4,973.41	5,014.78
		Iron Triangle Ltd.	51%	56.91	43.45	Liabilities	4,867.06	4,935.74
						Income	28,433.93	12,228.72
						Expenses	28,386.26	12,211.89
						Profit/(Loss)	47.66	16.83
3	Pratibha-Royal	Royal Infraconstru Ltd.	49%	1.61	9.38	Assets	255.21	264.32
		Pratibha Construction Engineers & Contractors (India) Pvt. Ltd.	51%	46.10	45.38	Liabilities	207.50	209.96
						Income	0.71	NIL
						Expenses	0.52	3.67
						Profit/(Loss)	0.18	(3.67)
4	Royal RCPL JV (Unaudited)	Royal Infraconstru Ltd.	60%	Nil	Nil	Assets	6.24	48.33
		Rajbir Construction Pvt. Ltd.	40%	6.24	48.00	Liabilities	NIL	0.33
						Income	0.46	163.03
						Expenses	0.46	158.11
						Profit/(Loss)	NIL	4.92
5	Royal PTL JV	Royal Infraconstru Ltd.	51%	64.43	NIL	Assets	195.26	NIL
		Phooltas Transrail Ltd.	49%	(42.33)	NIL	Liabilities	173.16	NIL
						Income	892.60	NIL
						Expenses	892.06	NIL
						Profit/(Loss)	0.54	NIL
6	ARSS- Royal	Royal Infraconstru Ltd.	25%	0.67	(0.05)	Assets	717.76	588.40
		ARSS Infrastructure Projects Ltd	75%	2.01	(0.16)	Liabilities	715.08	588.61
						Income	1337.76	2161.60
						Expenses	1334.86	2161.70
						Profit/(Loss)	2.90	(0.10)
7	Royal Shivam (Unaudited)	Royal Infraconstru Ltd.	51%	(0.25)	(0.20)	Assets	595.65	304.02
		Shivam Condev Private Limited	49%	(0.14)	(0.10)	Liabilities	596.03	304.32
						Income	1974.57	839.75
						Expenses	1974.65	840.16
						Profit/(Loss)	(0.08)	(0.40)

**46 Corporate Social Responsibility (CSR) Expenditure**

As per Section 135 of the Companies Act, 2013, a company, meeting the applicability threshold, needs to spend at least 2% of its average net profit for the immediately preceding three financial years on corporate social responsibility (CSR) activities. The areas for CSR activities are eradication of hunger and malnutrition, promoting education, art and culture, healthcare, destitute care and rehabilitation, environment sustainability, disaster relief, COVID-19 relief and rural development projects. A CSR committee has been formed by the company as per the Act. The funds were primarily utilized through the year on these activities which are specified in Schedule VII of the

(₹ in lakhs)

Particulars	For the year ended 31st March 2023	For the year ended 31st March 2022
(i) Amount required to be spent by the company	46.60	40.70
(ii) Amount of expenditure incurred	61.00	41.00
(iii) Shortfall at the end of the year	-	-
(iv) Total of previous year shortfall	-	-
(v) Reason for shortfall	-	-
(vi) Nature of CSR activities :	Promoting Healthcare	Promoting Healthcare growth
(vii) Details of Related Party transaction relating to CSR Expenditure as per relevant accounting standards	Nil	Nil



**ROYAL INFRACONSTRU LIMITED**

**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023**

**47 Dividend**

In accordance with the provisions of Section 123 and other applicable provisions of the Companies Act, 2013 and Rules made there under, the Board of Directors of the Company hereby recommends /proposed a Dividend of Rs 16.35 lakhs (PY Rs 16.35 lakhs) (at the rate of 2 percent) out of the profits of the Company for the year ended on 31st March 2023, on the 81,75,220 fully paid up equity shares of Rs. 10 each of the Company subject to approval of the member in forthcoming Annual General Meeting.

**48 Segment information**

The Company is primarily engaged in the business of manufacture and providing services related to construction of Bridges, Flyovers and caters to core projects of Indian railways, highway projects Irrigation and water system . Operating segments have been identified by Board of Directors based on how the Chief Operating Decision Maker (CODM) reviews and assesses the company's performance on the basis of its business and has identified following reportable segments:

- a. **Product Division** Includes manufacturing and trading of railway track fitting and other engineering products.
- b. **Projects & Services** Includes execution of construction of bridges, roads, other construction activities & Flash Butt Welding of Rails.

**Information about Business Segment**

(₹ in lakhs)

Particulars	For the Year ended 31st March, 2023				For the Year ended 31st March, 2022			
	Product Division	Projects & Services	Unallocated	Total	Product Division	Projects & Services	Unallocated	Total
<b>1 REVENUE</b>								
Total Segment Revenue	10,771.46	89,453.29	-	1,00,224.75	12,788.83	56,085.35	-	64,688.63
Add: Share of Profit/(Loss) in Joint Venture	-	14.65	-	14.65	-	7.01	-	7.01
Less: Intersegment Revenue	7,788.21	-	-	7,788.21	4,185.55	-	-	4,185.55
<b>Revenue from Operations as per Statement of Profit and Loss</b>	<b>2,983.25</b>	<b>89,467.94</b>	<b>-</b>	<b>92,451.19</b>	<b>8,603.28</b>	<b>56,092.35</b>	<b>-</b>	<b>60,510.08</b>
<b>2 RESULTS</b>								
Segment Results before interest, tax and depreciation	230.81	8,011.96	-	8,242.77	645.20	5,040.39	-	5,685.60
Add: Interest earned	-	-	247.21	247.21	-	-	182.53	182.53
Less: Finance Costs	-	-	2,454.97	2,454.97	-	-	1,531.46	1,531.46
Less: Depreciation/Amortization	-	-	1,769.22	1,769.22	-	-	1,506.47	1,506.47
<b>Profit Before Tax</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>4,265.79</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,830.20</b>
Tax Expense	-	-	-	1,350.54	-	-	-	716.13
<b>Profit After Tax</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,915.26</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,114.07</b>
<b>3 OTHER INFORMATION</b>								
<b>a. Assets</b>								
Segment Assets	5,530.27	55,221.98	-	60,752.25	7,853.44	48,648.72	-	56,502.16
Unallocated Corporate Assets	-	-	-	-	-	-	-	-
<b>Total Assets</b>	<b>5,530.27</b>	<b>55,221.98</b>	<b>-</b>	<b>60,752.25</b>	<b>7,853.44</b>	<b>48,648.72</b>	<b>-</b>	<b>56,502.16</b>
<b>b. Liabilities</b>								
Segment Liabilities	1,884.13	31,104.20	-	32,988.33	480.85	31,170.82	-	31,651.67
Unallocated Corporate Liabilities	-	-	-	-	-	-	-	-
Equity	-	-	-	27,763.92	-	-	-	24,850.49
<b>Total Liabilities</b>	<b>1,884.13</b>	<b>31,104.20</b>	<b>-</b>	<b>60,752.25</b>	<b>480.85</b>	<b>31,170.82</b>	<b>-</b>	<b>56,502.16</b>
<b>c. Depreciation &amp; Amortization Expense</b>	<b>196.57</b>	<b>1,572.65</b>	<b>-</b>	<b>1,769.22</b>	<b>122.84</b>	<b>1,383.63</b>	<b>-</b>	<b>1,506.47</b>
<b>d. Capital Expenditure</b>	<b>1,005.60</b>	<b>1,502.46</b>	<b>-</b>	<b>2,508.06</b>	<b>540.23</b>	<b>3,377.52</b>	<b>-</b>	<b>3,917.75</b>

**48.1 Geographical segment**

The company primarily operates in india and hence geographical segment is not applicable.

**48.2 Information About Major Customer**

Revenue from operation includes ₹ 44,705.80 Lakhs (P.Y. ₹ 8,340.10 Lakhs) from three customer(P.Y. one customer) having more than 10% of the total Revenue.



**ROYAL INFRACONSTRU LIMITED**  
**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2023**

**49 CAPITAL MANAGEMENT**

The Company's objective to manage its capital is to ensure continuity, maintain a strong credit rating and healthy capital ratio in order to support its business while at the same time provide reasonable returns to its various stakeholders but keep associated costs under control. In order to achieve this, requirement of capital is reviewed periodically with reference to operating and business plans that take into account capital expenditure and strategic investments. The Company manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants. Apart from internal accrual, sourcing of capital is done through judicious combination of equity and borrowing, both short term and long term. The Company is not subject to any externally imposed capital requirements. The Company monitors capital using a **debt equity ratio**. A high debt-to-equity ratio indicates that a company is borrowing more capital from the market to fund its operations, while a low debt-to-equity ratio means that the company is utilizing its assets and borrowing less money from the market.

For the purpose of calculation:

Net Debt = Non current borrowings + Current Borrowings- Cash & cash equivalents

Equity = Equity Share Capital + Other Equity

Particulars	(₹ in lakhs)		
	31st March, 2023	31st March, 2022	1st April, 2021
Debt	18,712.77	19,808.00	8,610.87
Cash & cash equivalents	(97.83)	(123.56)	(79.80)
<b>Net Debt</b>	<b>18,614.94</b>	<b>19,684.44</b>	<b>8,531.06</b>
<b>Equity</b>	<b>27,763.92</b>	<b>24,850.49</b>	<b>22,774.91</b>
<b>Debt Equity Ratio</b>	<b>0.67</b>	<b>0.79</b>	<b>0.37</b>

In order to achieve this overall objective, the Company's capital management, amongst other things including working capital management, aims to ensure that it meets financial covenants attached to the interest-bearing loans and borrowings that define capital structure requirements. Breaches in meeting the financial covenants would permit the bank to immediately call loans and borrowings. There have been no breaches in the financial covenants of any interest bearing loans and borrowings in the current period.

**50 FAIR VALUE MEASUREMENT**

**A. Fair Value Management**

**(a) Financial Instruments by Category**

The following table shows the fair value and carrying amount of financial instruments:

(₹ in lakhs)

Particulars	31st March, 2023		31st March, 2022		1st April, 2021	
	FVTPL	Amortised Cost	FVTPL	Amortised Cost	FVTPL	Amortised Cost
<b>Financial Assets</b>						
(i) Investments	28.87	251.16	34.57	180.65	29.95	175.83
(ii) Trade Receivables	-	4,932.95	-	6,756.09	-	2,193.34
(iii) Cash and Cash Equivalents	-	97.83	-	123.56	-	79.80
(iv) Other bank balances	-	3,688.69	-	3,100.88	-	1,700.51
(v) Other Financial Assets	-	2,416.67	-	2,131.21	-	1,969.21
<b>Total</b>	<b>28.87</b>	<b>11,387.30</b>	<b>34.57</b>	<b>12,292.39</b>	<b>29.95</b>	<b>6,118.70</b>
<b>Financial Liabilities</b>						
(i) Borrowings	-	18,712.77	-	19,808.00	-	8,610.87
(ii) Lease Liabilities	-	2.17	-	121.67	-	269.76
(iii) Trade Payables	-	10,930.34	-	8,493.11	-	3,583.24
(iv) Other Financial Liabilities	-	1,710.30	-	1,794.78	-	994.85
<b>Total</b>	<b>-</b>	<b>31,375.58</b>	<b>-</b>	<b>30,217.56</b>	<b>-</b>	<b>13,458.72</b>

No financial instruments have been measured at Fair value through Other Comprehensive Income and hence no disclosure has been given.

**(b) Fair Value Hierarchy**

Fair value of the financial instruments is classified in various fair value hierarchies based on the following three levels:

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

**Level 2:** Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly i.e. fair value of financial instruments that are not traded in an active market is determined using valuation techniques which maximises the use of observable market data and rely as little as possible on Company specific estimates. If all the significant inputs required to fair value an instrument are observable, the instruments is included in level 2.

**Level 3:** Unobservable inputs for the assets or liability i.e. if one or more of the significant inputs is not based on observable market data, the instruments is included in level 3.

(₹ in lakhs)

Assets and Liabilities measured at fair value - recurring fair value measurements as at March 31, 2023	Level 1	Level 2	Level 3	Total
<b>Financial Instruments at FVTPL</b>				
Investment in Mutual Fund	4.81	-	-	4.81
<b>Assets and Liabilities measured at fair value - recurring fair value measurements as at March 31, 2022</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
<b>Financial Instruments at FVTPL</b>				
Investment in Mutual Fund	13.98	-	-	13.98



ROYAL INFRACONSTRU LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2023

Note:

- Current financial assets and liabilities are stated as amortised cost which is approximately equal to their fair value
- Non-current financial assets and liabilities measured at amortised cost have same fair value as at 31st March, 2023 and 31st March, 2022.
- There are no transfer between levels during the year.

**B. Financial risk management objectives and policies**

The Company's business activities expose it to a variety of financial risks, namely liquidity risk, market risks and credit risk. The Company's senior management has overall responsibility for the establishment and oversight of the Company's risk management framework.

**a) Credit Risk**

Credit risk arises from the possibility that the counter party may not be able to settle their obligations as agreed. The maximum exposure of the financial assets are contributed by trade receivables, retention money, security deposit, earnest money deposit, withhold money and other financial assets.

**Trade receivables, retention money, security deposit, earnest money deposit, withhold money and other advances**

Credit risk refers to risk that counterparty will default on its contractual obligations resulting in financial loss to the Company. Credit risk arises primarily from financial assets such as trade receivables, contract asset and other financial assets.

At each reporting date, the Company measures provision for expected credit losses on financial assets based on assumptions about risk of default and expected loss rates. The Company uses judgement in making these assumptions and selecting the inputs, based on the Company's past history, existing market conditions, current creditability of the party as well as forward looking estimates at the end of each reporting period. The Company recognises in profit or loss, the amount of expected credit losses (or reversal) that is required to adjust the loss allowance at the reporting date in accordance with Ind AS 109.

(₹ in lakhs)

Reconciliation of loss allowance provision	Trade Receivables	Retention Money / SD/EMD/ Withheld	Others	Total
<b>Doubtful allowances on 1 April 2021</b>	-	49.37	63.15	112.52
Addition	-	11.78	0.00	11.78
Utilised / Adjusted reversal	-	-	-	-
<b>Doubtful allowance on 31 March 2022</b>	-	<b>61.15</b>	<b>63.15</b>	<b>124.30</b>
Addition	0.37	57.40	-	57.77
Utilised / Adjusted Reversal	-	-	-	-
<b>Doubtful allowance on 31 March 2023</b>	<b>0.37</b>	<b>118.55</b>	<b>63.15</b>	<b>182.07</b>

**b) Liquidity risk**

It is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation. Typically the Company ensures that it has sufficient cash on demand to meet expected short term operational expenses. The Company's objective is to maintain a balance between continuity of funding and flexibility through the use of bank loans/internal accruals. The table below provides details regarding the remaining contractual maturities of significant financial liabilities at the reporting date.

(₹ in lakhs)

Particulars	Less than 1 Year	1 year to 3 years	More than 3 years	Total
<b>As at 31 March 2023</b>				-
Borrowings	14,602.01	4,110.76	-	18,712.77
Trade payables	10,950.34	-	-	10,950.34
<b>Other Financial Liabilities</b>				
Interest accrued but not due	20.12	-	-	20.12
Retention Money	1,076.88	-	-	1,076.88
Liabilities for Expenses	613.29	-	-	613.29
Trade Deposit	-	250.00	-	250.00
	<b>27,262.65</b>	<b>4,360.76</b>	-	<b>31,623.40</b>
<b>As at 31 March 2022</b>				
Borrowings	14,758.91	5,049.09	-	19,808.00
Trade payables	8,493.10	-	-	8,493.10
<b>Other Financial Liabilities</b>				
Interest accrued but not due	32.70	-	-	32.70
Retention Money	683.33	-	-	683.33
Liabilities for Expenses	1,078.75	-	-	1,078.75
Trade Deposit	-	250.00	-	250.00
	<b>25,046.78</b>	<b>5,299.09</b>	-	<b>30,345.87</b>
<b>As at 1 April 2021</b>				
Borrowings	6,999.22	1,611.65	-	8,610.87
Trade payables	3,583.24	-	-	3,583.24
<b>Other Financial Liabilities</b>				
Interest accrued but not due	15.49	-	-	15.49
Retention Money	472.35	-	-	472.35
Liabilities for Expenses	507.01	-	-	507.01
<b>TOTAL</b>	<b>11,577.31</b>	<b>1,611.65</b>	-	<b>13,188.96</b>





ROYAL INFRACONSTRU LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2023

c) **Market risk** is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three type of risks: Commodity price risk, Foreign Exchange Risk and Interest Rate Risk.

**1) Commodity Price Risk**

Company is affected by the price volatility of certain commodities, primarily, Steel, Cement & other construction materials. Its operating activities require the on-going purchase of these materials. The company has arrangement to pass-through the increase/decrease in price of input materials through price variance clause in majority of the contract.

**2) Foreign Currency Risk**

The Company operates in a business that exposes it to foreign exchange risk arising from foreign currency transactions, primarily with respect to the USD. Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. The Company's exposure to the risk of changes in foreign exchange rate relates primarily to the Company's operating activities (when revenue or expense is denominated in a foreign currency). The Company evaluates the impact of foreign exchange rate fluctuations by assessing its exposure to exchange rate risks.

The Company's exposure to foreign currency risk at the end of the reporting period are as given below.

(₹ in lakhs otherwise stated else)

Particulars	31st March, 2023		31st March, 2022		1st April, 2021	
	Foreign Currency	INR Value	Foreign Currency	INR Value	Foreign Currency	INR Value
<b>Financial Assets</b>						
Currency in USD	0.02	1.48	1,802.00	1,36,790.36	-	-
Currency in POUND	0.00	0.10	-	-	-	-
Currency in AED	0.04	0.86	-	-	-	-
Currency in EURO	-	-	100.00	8,406.20	-	-
Trade receivable in USD	0.60	53.92	5.04	381.73	-	-
Trade Payable in USD	21.90	1,843.94	15.68	1,206.65	-	-
<b>Net Exposure in Foreign Currency Payable</b>	<b>(21.04)</b>	<b>(1,787.58)</b>	<b>1,891.36</b>	<b>1,44,371.63</b>	<b>-</b>	<b>-</b>

ii) Impact of increase/ decrease in the exchange rates on the Company's equity and statement of profit and loss for the year is given

Particulars	As at March 31, 2023		As at March 31, 2022		As at April 1, 2021	
	Increase /(decrease) in		Increase /(decrease) in		Increase /(decrease) in	
	Profit Before Tax	Other Equity	Profit Before Tax	Other Equity	Profit Before Tax	Other Equity
USD rate by +5%	89.38	66.88	(7,218.58)	(5,401.88)	-	-
USD rate by -5%	(89.38)	(66.88)	7,218.58	5,116.53	-	-

**3) Interest Rate Risk**

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market rates. The company's exposure to the risk of changes in market interest rate relates primarily to company's borrowing with floating interest rates. The Company do not have any significant interest rate risk on its current borrowing due to their short tenure. Out of total borrowings, large portion represents short term borrowings (WCPL) and the interest rate primarily basing on the company's credit rating and also the changes in the financial market. Company continuously monitoring over all factors influence rating and also factors which influential the determination of the interest rates by the banks to minimize the interest rate risks.

**i) Exposure to interest rate risk**

(₹ in lakhs)


Particulars	31st March, 2023	31st March, 2022
<b>Fixed Rate Instruments</b>		
Financial Asset	4,853.10	4,082.54
Financial Liability	16,583.45	18,049.01
<b>Variable Rate Instruments</b>		
Financial Asset	-	-
Financial Liability	2,129.32	1,759.00

**ii) Sensitivity Analysis**

Profit or loss is sensitive to higher/ lower interest expense from borrowings as a result of changes in interest rates. This analysis assumes the borrowings outstanding at the reporting date would be outstanding for the entire reporting period and all other variables remain constant.

Particulars	Sensitivity Analysis	31st March, 2023		31st March, 2022	
		Impact on		Impact on	
		Profit before tax	Other Equity	Profit before tax	Other Equity
Interest Rate Increase by	1%	(21.29)	(15.93)	(17.59)	(13.16)
Interest Rate Decrease by	1%	21.29	15.93	17.59	13.16



<b>INDIAN INCOME TAX RETURN ACKNOWLEDGEMENT</b>			Assessment Year 2023-24
[Where the data of the Return of Income in Form ITR-1(SAHAJ), ITR-2, ITR-3, ITR-4(SUGAM), ITR-5, ITR-6, ITR-7 filed and verified] (Please see Rule 12 of the Income-tax Rules, 1962)			
PAN	AABCR1827J		
Name	ROYAL INFRACONSTRU LIMITED		
Address	Tower No1, Godrej Waterside Building, Dp Block, Salt Lake Sector - V , Salt Lake , KOLKATA , 32-West Bengal, 91-INDIA, 700091		
Status	6-Public company	Form Number	ITR-6
Filed u/s	139(1)-On or before due date	e-Filing Acknowledgement Number	469767171301023
Taxable Income and Tax Details	Current Year business loss, if any	1	0
	Total Income	2	45,33,47,590
	Book Profit under MAT, where applicable	3	0
	Adjusted Total Income under AMT, where applicable	4	0
	Net tax payable	5	11,40,98,522
	Interest and Fee Payable	6	0
	Total tax, interest and Fee payable	7	11,40,98,522
	Taxes Paid	8	19,15,09,333
	(+) Tax Payable /(-) Refundable (7-8)	9	(-) 7,74,10,811
Accreted Income and Tax Detail	Accreted Income as per section 115TD	10	0
	Additional Tax payable u/s 115TD	11	0
	Interest payable u/s 115TE	12	0
	Additional Tax and interest payable	13	0
	Tax and interest paid	14	0
	(+) Tax Payable /(-) Refundable (13-14)	15	0
This return has been digitally signed by <u>SHREYANS JAIN</u> in the capacity of <u>Director</u> having PAN <u>ACTPJ4182F</u> from IP address <u>122.176.27.61</u> on <u>30-Oct-2023 15:57:08</u> at <u>KOLKATA</u> (Place) DSC Sl.No & Issuer <u>3025510</u> & <u>77422533295954CN=Verasys CA 2014,OU=Certifying Authority,O=Verasys Technologies Pvt Ltd.,C=IN</u>			
System Generated Barcode/QR Code	 <b>AABCR1827J0646976717130102358ce27a24a6af48a50aef541198837b7784f69d7</b>		
<b>DO NOT SEND THIS ACKNOWLEDGEMENT TO CPC, BENGALURU</b>			



**ROYAL INFRACONSTRU LIMITED**  
CIN : U48400WB1981PLC061136  
BALANCE SHEET AS AT 31st March, 2024

[ ₹ in Lakhs otherwise stated else ]

Particulars		Note No.	As at 31st March, 2024	As at 31st March, 2023
<b>I. ASSETS</b>				
<b>(A) Non-current assets</b>				
(a)	Property, Plant and Equipment	4	12,526.17	12,250.12
(b)	Capital work-in-progress	4	-	(7.28)
(c)	Right-of-use-assets	5	-	2.01
(d)	Other Intangible assets	6	37.95	6.05
(e)	Financial Assets			
(i)	Investments	7	27.17	28.37
(ii)	Others	8	1,133.60	1,164.41
(f)	Other non-current assets	9	711.02	797.88
			<b>14,437.89</b>	<b>14,226.59</b>
<b>(B) Current assets</b>				
(a)	Inventory	10	20,646.75	22,415.12
(b)	Financial Assets			
(i)	Investments	11	190.09	251.16
(ii)	Trade receivables	12	4,322.93	4,932.95
(iii)	Cash and cash equivalents	13	1,126.32	97.33
(iv)	Bank balances other than (iii) above	14	4,992.02	3,689.09
(v)	Others	15	2,046.47	1,252.26
(c)	Current Tax Assets (Net)	16	2,028.77	1,265.12
(d)	Contract Asset	17	2,021.96	5,146.39
(e)	Other current assets	18	3,079.61	4,475.24
			<b>47,614.25</b>	<b>46,528.66</b>
	<b>Total Assets</b>		<b>61,952.14</b>	<b>60,752.25</b>
<b>II. EQUITY AND LIABILITIES</b>				
<b>(C) Equity</b>				
(a)	Equity Share capital	19	817.52	817.52
(b)	Other Equity	20	29,505.16	26,045.40
			<b>30,322.68</b>	<b>27,768.92</b>
<b>Liabilities</b>				
<b>(D) Non-current liabilities</b>				
(a)	Financial Liabilities			
(i)	Borrowings	21	2,791.96	4,110.76
(ii)	Lease Liabilities	5	-	-
(b)	Deferred Tax Liabilities(Net)	22	817.07	669.25
(c)	Other non-current liabilities	23	513.84	250.00
			<b>2,742.89</b>	<b>5,030.01</b>
<b>(E) Current liabilities</b>				
(a)	Financial Liabilities			
(i)	Borrowings	24	14,047.46	14,602.01
(ii)	Lease Liabilities	5	0.00	2.17
(iii)	Trade Payables	25		
	a) Total outstanding dues of micro enterprises and small enterprises		756.18	693.55
	b) Total outstanding dues of creditors other than micro enterprises and small enterprises		10,033.77	10,206.79
(iv)	Other Financial Liabilities	26	1,599.17	1,710.00
(b)	Contract Liability	27	114.67	124.14
(c)	Other current liabilities	28	1,433.60	969.27
			<b>27,996.97</b>	<b>27,858.92</b>
	<b>Total Equity and Liabilities</b>		<b>61,952.14</b>	<b>60,752.25</b>
Basis of Preparation and Presentation		2		
Significant accounting policies and estimates		3		
The accompanying notes are an integral part of the financial statement.				

For R Kothari & Co LLP  
Chartered Accountants  
ERN : 307069B/E300266

CA Kailash Chandra Soni  
Partner  
Membership No. 057620



For and on behalf of the Board of Directors

Jitendra Kumar Jain  
Whole Time Director  
DIN- 00070529

Ehreyans Jain  
Whole Time Director  
DIN- 00070292

UDIN: 24057620 BKAPHU8156

Place: Kolkata  
dated: May 15, 2024

Archana Chhaparia  
Archana Chhaparia  
Company Secretary  
M. No. A61053



**ROYAL INFRACONSTRU LIMITED**

CIN : U45400WB1981PLC064136

**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2024**

*(₹ in Lakhs otherwise stated else)*

Particulars		Note No.	Year ended 31st March, 2024	Year ended 31st March, 2023
<b>Income</b>				
I.	Revenue from operations	39	90,300.37	92,451.19
II.	Other income	30	600.59	361.92
<b>III. Total Income ( I+II)</b>			<b>90,900.96</b>	<b>92,813.11</b>
<b>IV. Expenses:</b>				
	Cost of materials consumed	31	125.94	2,193.50
	Purchase of Stock- In -Trade	32	84.03	1.93
	Changes in inventories of finished goods, stock-in-trade & work in progress	33	(1,628.66)	(545.41)
	Construction Expense	34	76,227.17	75,072.68
	Manufacturing Expense	35	555.37	346.09
	Employee benefits expense	36	3,379.21	3,154.28
	Finance costs	37	2,352.98	2,454.97
	Depreciation and amortization expenses	4,5 & 6	1,777.94	1,769.22
	Other expenses	38	4,676.41	4,103.09
<b>Total expenses (IV)</b>			<b>87,750.39</b>	<b>88,550.31</b>
<b>V. Profit before tax ( III-IV)</b>			<b>3,150.57</b>	<b>4,262.79</b>
<b>VI. Tax expense :</b>				
	(a) Current tax	39	857.93	1,147.40
	(b) Tax relating to earlier years		(170.33)	364.94
	(c) Deferred tax	32	(27.13)	(61.73)
			<b>670.47</b>	<b>1,350.54</b>
<b>VII. Profit for the year (V-VI)</b>			<b>2,480.10</b>	<b>2,912.25</b>
<b>VIII. Other comprehensive income</b>				
<b>Items that will not be reclassified to profit or loss:</b>				
	Remeasurement of the net defined benefit liability/asset		(20.05)	19.39
	Income tax relating to items that will not be reclassified to profit or loss		5.05	(4.86)
<b>Total other comprehensive income, net of tax</b>			<b>(15.00)</b>	<b>14.51</b>
<b>IX. Total comprehensive income for the year (VII+VIII)</b>			<b>2,465.10</b>	<b>2,926.77</b>
<b>X. Earnings per equity share</b>				
<b>(Nominal value per share Rs. 10/-)</b>				
	- Basic (Rs.)	41	30.34	35.66
	- Diluted (Rs.)		30.34	35.66
Significant accounting policies and estimates				
The accompanying notes are an integral part of the financial statement.				

For R Kothari & Co LLP  
Chartered Accountants  
FRN : 307069E/E300266

CA Kailash Chandra Soni  
Partner  
Membership No. 057620



For and on behalf of the Board of Directors

Jitendra Kumar Jain  
Whole Time Director  
DIN- 00070529

Shreyans Jain  
Whole Time Director  
DIN- 00070292

UDIN: 24057620BKAPHU8156

Place: Kolkata  
Date: May 15, 2024

Archana Chhaparia  
Archana Chhaparia  
Company Secretary  
M. No. A61053



**ROYAL INFRACONSTRU LIMITED**

**STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST MARCH, 2024**

(a) Equity Share Capital

Particulars	Balance at the beginning of the year		Changes in Equity Share Capital due to prior period errors	Restated balance at the beginning of the reporting year	Changes in equity share capital during the year	Balance at the end of the year
	As at 31st March, 2023	As at 31st March, 2024				
	817.52	817.52				817.52
	817.52	817.52				817.52

(\*) In Lakhs otherwise stated else

(b) Other Equity

Particulars	Reserves and Surplus			Items of Other Comprehensive Income			Total
	Security Premium	General Reserve	Retained Earnings	Re-measurement of Defined benefit plan	Residualization Surplus		
Balance as at 1st April, 2022	6,141.50	495.83	17,419.79	(24.14)		24,032.98	
Profit for the year	-	-	4,375.25			2,915.26	
Other Comprehensive Income (net of tax)				(4.51)		14.51	
Total Comprehensive Income for the year	6,141.50	495.83	20,335.05	14.51		26,986.89	
Transfer from retained earnings		100.00	(100.00)			133.03	
Transfer to general reserve			(16.35)			(100.00)	
Fiscal Dividend						(16.35)	
Balance as at 31st March, 2023	6,141.50	595.83	20,218.70	(9.63)		26,946.40	
Profit for the year			2,480.10			2,480.10	
Other Comprehensive Income (net of tax)				(15.00)		(15.00)	
Total Comprehensive Income for the year			2,480.10	(15.00)		2,465.10	
Transfer from retained earnings		100.00	(100.00)			103.00	
Transfer to general reserve			(16.35)			(100.00)	
Fiscal Dividend						(16.35)	
Balance as at 31st March, 2024	6,141.50	695.83	22,582.45	(24.63)		29,395.15	

For R Kothari & Co LLP  
Chartered Accountants

Firm's Registration Number - 307069E/E300266

CA Kailash Chandra Sen  
Partner  
Membership No. 057620

For and on behalf of the Board of Directors

Atendra Kumar Jain  
Whole Time Director  
DIN: 00070529

Shreyans Jain  
Whole Time Director  
DIN - 00070292

UDIN: 24057620BKAPHU8156

Place: Kolkata  
Date: May 18, 2024

Archana Chhabaria  
Archana Chhabaria  
Company Secretary  
M. No. A61055



**ROYAL INFRACONSTRU LIMITED**  
CIN : U45400WD1561PLC064106  
**STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST MARCH, 2024**

*₹ in Lakhs otherwise stated nil/0*

Particulars	For the year ended 31.03.2024		For the year ended 31.03.2023	
<b>A Cash Flow From Operating Activities</b>				
Profit/(Loss) Before Tax		3,150.58		4,265.79
<b>Adjustment for:</b>				
- Depreciation & Amortization	1,177.93		1,109.22	
- (Profit)/Loss on sale of assets	(39.20)		22.93	
- Finance Cost	2,552.56		2,154.98	
- Interest Income	(462.86)		(260.16)	
- Net (Gain)/Loss on fair value of Investment	1.70		5.70	
- Dividend Income			(0.80)	
- Share of Loss/(Profit) from Joint Venture	(8.29)		(14.65)	
- Remeasurement of the net defined benefit liability/asset	(20.05)		19.39	
		3,602.22		3,993.61
<b>Operating Profit before working Capital changes</b>		<b>6,982.80</b>		<b>8,262.40</b>
<b>Adjustments for:</b>				
- Increase/(Decrease) in Trade payables	(148.38)		2,357.23	
- Increase/(Decrease) in Other Current Financial Liabilities	(111.13)		(64.43)	
- Increase/(Decrease) in Contract Liability	(9.46)		88.62	
- Increase/(Decrease) in Other Current Liabilities	963.92		146.85	
- Increase/(Decrease) in Non current liabilities	63.94		-	
- Decrease/(Increase) in Non Current Financial Assets-Other	30.51		(182.75)	
- Decrease/(Increase) in Non Current Assets	16.86		(320.38)	
- Decrease/(Increase) in Inventories	1,710.07		(4,637.73)	
- Decrease/(Increase) in Trade Receivables	670.01		1,823.14	
- Decrease/(Increase) in Current Financial Assets-Other	(794.20)		(102.71)	
- Decrease/(Increase) in Other Current Assets	1,395.63		1,750.81	
- Decrease/(Increase) in Contract Assets	(24.32)		(1,009.58)	
- Decrease/(Increase) in current financial assets	51.26		(70.51)	
		(154.32)		(145.02)
<b>Cash Generated from operations</b>		<b>10,794.65</b>		<b>8,117.32</b>
Income Tax Paid (Net of Refunds)		(1,459.75)		(1,815.65)
<b>Net Cash from Operating Activities</b>		<b>9,334.90</b>		<b>6,301.67</b>
<b>B Cash Flow From Investing Activities</b>				
- Purchase of Property, Plant & Equipment & Intangibles	(2,163.60)		(2,503.05)	
- Proceeds from sale of Property, Plant & Equipment & Intangible assets	124.18		180.13	
- Interest Received	462.86		260.16	
- Dividend Received			0.80	
- Share of profit from Joint Ventures	8.29		14.65	
<b>Net Cash From Investing Activities</b>		<b>(1,559.27)</b>		<b>(2,057.32)</b>
<b>C Cash Flow From Financing Activities</b>				
- Bank Margin Money and Collateral	(1,303.33)		(537.81)	
- Proceeds from/(Repayment of) short term borrowings (net)	(554.53)		(156.50)	
- Proceeds from/(Repayment of) long term borrowings (net)	(1,318.77)		(338.34)	
- Payment of lease liabilities	(2.17)		(319.50)	
- Dividend paid	(16.35)		(16.35)	
- Interest & Other borrowing costs paid	(2,552.96)		(2,464.94)	
<b>Net Cash From Financing Activities</b>		<b>(5,748.13)</b>		<b>(4,279.37)</b>
<b>Net Increase/(decrease) in Cash and Cash equivalent</b>		<b>2,028.50</b>		<b>(25.73)</b>
Cash & Cash equivalent at the beginning of the year		97.83		123.56
<b>Cash &amp; Cash equivalent at the end of the year</b>		<b>2,126.33</b>		<b>97.83</b>
<b>Reconciliation of Cash and cash equivalents with the Balance Sheet:</b>				
Cash and cash equivalents		2,126.33		97.83
<b>Cash &amp; Cash equivalent at the end of the year:</b>		<b>2,126.33</b>		<b>97.83</b>

The Statement of Cash Flow has been prepared under the "Indirect method" as set out in Indian Accounting Standard (Ind AS) 7- Statement of Cash Flows.

As per our report of even date attached.

For R Kothari & Co LLP  
Chartered Accountants  
Firm's Registration Number - 307069E/E300266

CA Harsh Chandra Soni  
Partner  
Membership No. 057620



For and on behalf of the Board of Directors

Jitendra Kumar Jain  
Whole Time Director  
DIN- 00070529

Shreyans Jain  
Whole Time Director  
DIN- 00070292

Archana Chhaparia

Archana Chhaparia  
Company Secretary  
M. No. A61053

UDIN: 2405762006KAPMU8156  
Place: Kolkata  
Dated: May 15, 2024





**ROYAL INFRACONSTRUCT LIMITED**

**NOTES TO THE FINANCIAL STATEMENT AS AT AND FOR THE YEAR ENDED 31ST MARCH 2024**

Property, Plant & Equipment

A.	Particulars	Gross Block				Accumulated Depreciation		Net Block	
		Balance as at 1 April, 2023	Additions	Disposals	Balance as at 31 March, 2024	Balance as at 1 April, 2023	Depreciation / amortisation expense for the year	Balance as at 31 March, 2024	Balance as at 31 March, 2023
a)	Freehold Land	200.63	135.19	-	341.82	-	-	341.82	200.63
b)	Leasehold Land	338.63	-	-	338.63	-	-	338.63	338.63
c)	Office Building & Offices	974.09	-	-	974.09	13.67	199.13	794.59	790.56
d)	Factory Building & Shed	639.36	141.39	-	789.75	36.89	188.63	892.15	547.65
e)	Furniture, Equipments & Machines	23,539.18	1,580.88	17,115	21,599.01	1,535.72	2,912.61	9,636.40	9,078.55
f)	Paint and Pictures	236.97	9.20	-	259.17	1.72	245.64	16.55	18.08
g)	Vehicles	806.14	221.84	45.07	1,022.91	124.45	333.03	689.35	541.73
h)	Office equipment	30.07	31.86	-	69.97	13.20	103.92	50.01	39.15
i)	Computers	427.14	38.06	-	465.20	35.88	281.09	84.26	63.02
j)	Electrical installations	110.36	-	-	110.36	5.49	66.97	23.34	21.23
k)	Tools	13.91	-	-	13.91	0.07	13.11	0.70	0.90
	<b>TOTAL</b>	<b>24,751.44</b>	<b>2,142.51</b>	<b>216.82</b>	<b>26,707.13</b>	<b>1,769.49</b>	<b>14,178.97</b>	<b>12,528.16</b>	<b>12,250.12</b>

B.	Particulars	Gross Block			Accumulated Depreciation		Net Block	
		Balance as at 1 April, 2022	Additions	Disposals	Balance as at 31 March, 2023	Balance as at 1 April, 2022	Depreciation / amortisation expense for the year	Balance as at 31 March, 2023
a)	Freehold Land	127.49	83.99	-	215.62	-	-	215.62
b)	Leasehold Land	335.02	-	-	335.02	-	-	335.02
c)	Office Building & Offices	974.05	-	-	974.05	38.53	153.53	790.56
d)	Factory Building & Shed	551.12	75.26	-	626.38	32.70	131.74	507.63
e)	Plant, Equipments & Machines	18,203.24	2,137.33	12,110	20,230.14	1,476.54	11,163.52	9,067.71
f)	Paint and Pictures	354.55	9.12	-	356.97	1.90	338.80	18.78
g)	Vehicles	302.61	97.47	152.05	248.03	80.57	234.39	581.75
h)	Office equipment	107.06	23.35	6.58	123.83	9.89	108.92	39.15
i)	Computers	378.16	49.28	6.53	420.91	30.48	344.12	85.02
j)	Electrical installations	110.36	-	-	110.36	5.76	81.07	29.23
k)	Tools	13.91	-	-	13.91	0.11	13.75	0.80
	<b>TOTAL</b>	<b>22,556.48</b>	<b>2,490.81</b>	<b>279.84</b>	<b>24,751.44</b>	<b>1,683.69</b>	<b>12,831.82</b>	<b>12,250.12</b>

Notes

5.1 Title deeds of all immovable properties (other than properties where the Company is the lessee) and the lease agreement entered into by the Company are held in the name of the Company.

5.2 Refer note no. 24 for information on property, plant and equipment pledged as securities by the Company.



**ROYAL INFRACONSTRU LIMITED**

**NOTES TO THE FINANCIAL STATEMENT AS AT AND FOR THE YEAR ENDED 31ST MARCH 2024**

C.	Capital Work in Progress	As at April 2023	Additions	Transferred to Fixed Asset	As at 31st March, 2024
	Business Software	17.25	-	17.25	-
	<b>TOTAL</b>	<b>17.25</b>	<b>-</b>	<b>17.25</b>	<b>-</b>

D.	Capital Work in Progress	As at April 2023	Additions	Transferred to Fixed Asset	As at 31st March, 2023
	Business Software	-	17.25	-	17.25
	<b>TOTAL</b>	<b>-</b>	<b>17.25</b>	<b>-</b>	<b>17.25</b>

	Amount in CWIP for a period of				Total
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	
Capital Work in Progress as on 31.03.2024	-	-	-	-	-
Project in Progress	-	-	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

	Amount in CWIP for a period of				Total
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	
Capital Work in Progress as on 31.03.2023	-	-	-	-	-
Project in Progress	17.25	-	-	-	17.25
<b>Total</b>	<b>17.25</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>17.25</b>





**ROYAL INFRACONSTRU LIMITED**

**NOTES TO THE FINANCIAL STATEMENT AS AT AND FOR THE YEAR ENDED 31ST MARCH 2024**

**6 Right-of-use-assets & Lease Liability**

The Company has made use of the following practical expedients available in its transition to Ind AS 116.

5.1 The Company will not reassess whether a contract is or contains a lease. Accordingly, the definition of lease in accordance with Ind AS 116 will continue to be applied to lease contracts entered by the Company or modified by the Company before 1st April 2019.

5.2 The Company has applied a single discount rate to a portfolio of leases of similar assets in similar economic environment. The Company recorded the lease liability at the present value of the remaining lease payments discounted at the incremental borrowing rate as on the date of transition and has measured right-of-use asset at an amount equal to lease liability.

The weighted average incremental borrowing rate applied to lease liabilities is 8%.

Set out below are the carrying amounts of right-of-use assets recognised and the movements during the year:

( ₹ in Lakhs )		
Particulars	Amount	Total
Right of use assets as on 1st April,2022	117.00	117.00
Addition	-	-
Deletion	-	-
Depreciation	114.99	114.99
As on 31st March, 2023	2.01	2.01
Addition	-	-
Deletion	-	-
Depreciation	2.01	2.01
As on 31st March, 2024	-	-

Set-out below are the carrying amounts of lease liabilities (included under other financial liabilities) and the movements during the year

Particulars	Amount	Total
Lease Liability as on 1st April,2022	121.67	121.67
Addition	-	-
Deletion	-	-
Finance cost for the period	4.41	4.41
Payments	123.91	123.91
As on 31st March, 2023	2.17	2.17
Addition	-	-
Deletion	-	-
Finance cost for the period	0.01	0.01
Payments	2.19	2.19
As on 31st March, 2024	0.00	0.00
Current	0.00	0.00
Non- Current	-	-

The Company recognised the following expenses in statement of profit and loss:

Particulars	For year ended	
	31st March,2024	31st March,2023
Depreciation expense of right-of use assets	2.01	114.99
Interest expense on lease liability	-	4.41
Expense relating to lease (included in other expense)	-	-
<b>Net amount recognised in statement of profit and loss</b>	<b>2.01</b>	<b>119.40</b>



ROYAL INFRACONSTRUCTURE LIMITED

NOTES TO THE FINANCIAL STATEMENT AS AT AND FOR THE YEAR ENDED 31ST MARCH 2024

Other Intangible assets

A.	Particulars	Gross Block			Accumulated Depreciation			Net Block	
		Balance as at 1 April, 2023	Additions	Disposals	Balance as at 31 March, 2024	Depreciation / amortisation expense for the year	Disposals	Balance as at 31 March, 2024	Balance as at 31 March, 2023
	Computer Software	121.02	38.24	-	159.26	6.44	-	121.11	37.95
									6.03

B.	Particulars	Gross Block			Accumulated Depreciation			Net Block	
		Balance as at 1 April, 2023	Additions	Disposals	Balance as at 31 March, 2023	Depreciation / amortisation expense for the year	Disposals	Balance as at 31 March, 2023	Balance as at 31 March, 2023
	Computer Software	121.02	-	-	121.02	0.54	-	121.97	6.03
									6.03

6.1 As mentioned in para E-5-DEB of Ind AS 101, the Company is required to measure Intangible Assets at its carrying amount as deemed cost at the transition date as on 1st April 2021.

6.2 The above Intangible Assets are other than internally generated.

6.3 Depreciation and Amortization expense in Statement of Profit & Loss account includes amortification of intangible assets for the period.



**ROYAL INFRACONSTRU LIMITED**

**NOTES TO THE FINANCIAL STATEMENT AS AT AND FOR THE YEAR ENDED 31ST MARCH 2024**

**7 Non-current Investments**

(₹ in Lakhs)

Particulars	Face Value	Number of units	As at 31st March, 2024	Number of units	As at 31st March, 2023
<b>Investment in mutual fund (FV/FPL)</b>					
Baroda Large and Mid Cap Fund - Regular Growth	10.00	-	-	26,000	4.81
Investment in Gold Coins (40 Nos. - 400 gms)			27.17		24.06
<b>Total</b>			<b>27.17</b>		<b>28.87</b>
Aggregate amount of quoted investments					4.81
Aggregate amount of impairment in value of investments					(0.14)

**8 Other financial assets - Non current**

(₹ in Lakhs)

Particulars	As at 31st March, 2024	As at 31st March, 2023
<b>Bank Deposits with more than 12 month maturity</b>		
Deposit with Bank (Held as Margin Money- Bank Guarantee)	938.92	316.61
Deposit with Bank (Held as Margin Money- Collateral)	194.68	546.10
<b>Total</b>	<b>1,133.60</b>	<b>1,164.41</b>

**9 Other non-current assets**

(₹ in Lakhs)

Particulars	As at 31st March, 2024	As at 31st March, 2023
<b>Advances other than Capital advances</b>		
- Security Deposit	711.03	757.88
<b>Total</b>	<b>711.03</b>	<b>757.87</b>

**10 Inventories**

(₹ in Lakhs)

Particulars	As at 31st March, 2024	As at 31st March, 2023
Raw materials	238.48	219.19
Work-in-progress	10,628.22	8,792.12
Finished goods	150.81	494.58
Stores & Spares	343.86	216.19
Construction materials	9,365.38	12,663.03
<b>Total</b>	<b>20,696.75</b>	<b>22,415.12</b>

10.1 Refer note no. 3.8 of Significant Accounting policies regarding mode of valuation of inventories in the Financial Statement.

10.2 Refer note no. 24 for information on inventories hypothecated as primary securities against borrowings taken from Bank and Financial Institutions.

**11 Current Investments**

(₹ in Lakhs)

Particulars	As at 31st March, 2024	As at 31st March, 2023
<b>Investment in Joint Ventures</b>		
- Royal Vijay (JV) - having Significant increase in credit risk	169.62	169.61
- Pratibha Royal (JV)	(4.69)	1.61
- Royal-TIL (JV)	61.76	69.43
- Royal-PIL (JV)	7.13	64.43
	<b>233.82</b>	<b>285.08</b>
Less: Allowances for Credit Losses	33.92	33.92
<b>Total</b>	<b>199.90</b>	<b>251.16</b>

11.1 Refer note no. 43 for other regulatory information in respect of Joint Venture.

11.2 The claim and other receivable by Royal Vijay (JV) is under litigation before Hon'ble High Court, so provision for expected credit loss has been made as per the policy framed by the Company.

11.3 Company has withdrawn Rs. 4.69 Lakhs in excess from Pratibha Royal (JV) during the year



ROYAL INFRACONSTRU LIMITED

NOTES TO THE FINANCIAL STATEMENT AS AT AND FOR THE YEAR ENDED 31ST MARCH 2024

12. Trade receivables - Current

Particulars	(₹ in Lakhs)	
	As at 31st March, 2024	As at 31st March, 2023
Trade receivables Considered Good- Unsecured	4,308.46	4,925.84
Trade receivables Considered Good- having Significant increase in credit risk	15.23	7.46
	4,323.69	4,933.32
Less: Allowances for Credit Losses	0.76	0.37
<b>Total</b>	<b>4,322.93</b>	<b>4,932.95</b>

Trade Receivable Aging Schedule as on 31.03.2024

Particulars	Outstanding for following period from due date of payment					Total
	Less than 6 months	6 months - 1 year	1-2 year	2-3 year	More than 3 years	
<b>Undisputed</b>						
Trade Receivables - Considered Good	4,171.51	136.96				4,308.46
Trade Receivables - which have significant increase in credit risk			15.23			15.23
Trade Receivables - credit impaired						
<b>Disputed</b>						
Trade Receivables- considered good						
Trade Receivables - which have significant increase in credit risk						
Trade Receivables - credit impaired						
Less: Loss Allowance			0.76			0.76
<b>Total</b>	<b>4,171.51</b>	<b>136.96</b>	<b>15.47</b>			<b>4,322.94</b>

Trade Receivable Aging Schedule as on 31.03.2023

Particulars	Outstanding for following period from due date of payment					Total
	Less than 6 months	6 months - 1 year	1-2 year	2-3 year	More than 3 years	
<b>Undisputed</b>						
Trade Receivables - Considered Good	4,925.84					4,925.84
Trade Receivables - which have significant increase in credit risk		1.00	6.46			7.46
Trade Receivables - credit impaired						
<b>Disputed</b>						
Trade Receivables- considered good						
Trade Receivables - which have significant increase in credit risk						
Trade Receivables - credit impaired						
Less: Loss Allowance		0.05	0.32			0.37
<b>Total</b>	<b>4,925.84</b>	<b>0.95</b>	<b>6.16</b>			<b>4,932.95</b>

12.1 Refer note no. 24 for information on trade receivables pledged as securities by the Company.

12.2 No trade or other receivables are due from directors or other officers of the company either severally or jointly with any other person, firms or private companies in which any director is a partner, a director or a member.



**ROYAL INFRACONSTRU LIMITED**

**NOTES TO THE FINANCIAL STATEMENT AS AT AND FOR THE YEAR ENDED 31ST MARCH 2024**

**13 Cash and cash equivalents**

(₹ in Lakhs)

Particulars	As at 31st March, 2024	As at 31st March, 2023
Balances with banks in current accounts	31.95	6.94
Cash in hand (as certified by the Management)	94.27	90.89
Deposit with Bank (Maturity less than 3 months)	2,000.00	-
<b>Total</b>	<b>2,126.32</b>	<b>97.83</b>

**14 Bank balances other than cash and cash equivalents**

(₹ in Lakhs)

Particulars	As at 31st March, 2024	As at 31st March, 2023
Deposit with Bank (Held as Margin Money - Bank Guarantee)	3,148.31	1,359.39
Deposit with Bank (Held as Margin Money - Collateral)	1,843.71	1,399.60
<b>Total</b>	<b>4,992.02</b>	<b>3,688.69</b>

**15 Other financial assets - Current**

(₹ in Lakhs)

Particulars	As at 31st March, 2024	As at 31st March, 2023
Interest Accrued on deposit with bank	226.35	134.34
Banker's money deposit		
Considered good	1,563.81	974.35
Credit impaired	46.25	28.02
Insurance Claim Receivable - having Significant increase in credit risk	146.14	146.14
	<b>2,032.55</b>	<b>1,282.89</b>
<b>Less: Allowance for credit loss</b>	<b>36.08</b>	<b>20.63</b>
<b>Total</b>	<b>2,046.47</b>	<b>1,252.26</b>

15.1 Insurance Claim receivable of Rs. 146.14 Lakhs is pending for disposal at Honorable Supreme Court, New Delhi as the claim was declined by Honorable National Consumer Dispute Redressal Commission and the legal proceeding has been initiated.

**16 Current Tax Assets (Net)**

(₹ in Lakhs)

Particulars	As at 31st March, 2024	As at 31st March, 2023
Income Tax Payments (Net of Provisions and TDS)	2,028.27	1,266.12
<b>Total</b>	<b>2,028.27</b>	<b>1,266.12</b>

**17 Contract Asset**

(₹ in Lakhs)

Particulars	As at 31st March, 2024	As at 31st March, 2023
Unbilled Revenue	426.70	335.33
Retention money		
Considered good	5,470.94	6,162.72
Credit impaired	1,269.14	528.87
Withheld amount	1,017.33	936.52
	<b>8,214.11</b>	<b>8,263.44</b>
<b>Less: Allowance for credit loss</b>	<b>192.13</b>	<b>117.15</b>
<b>Total</b>	<b>8,021.98</b>	<b>8,146.29</b>

17.1 The contract asset represents amount due from customer, and the Company's right to consideration for work executed but not billed at reporting date. A contract asset is initially recognised for revenue earned from engineering and construction services because the receipt of consideration is conditional on successful completion of contractual milestones. Upon completion of the service and acceptance by the customer, the amount recognised as unbilled revenue is reclassified to trade receivables.

17.2 Withhold amount represents amount withheld by customer on account of certain reasons in respect of ongoing / closed projects amounts to ₹1047.33 Lakhs (P.Y. 936.52 Lakhs) as on 31.03.2024; The above Figure includes amount ₹53.20 Lakhs (P.Y. 53.20 Lakhs) receivable from South Central Railway Secunderabad against which petition has been filed in Honorable Calcutta High Court & ₹22.49 Lakhs (P.Y. 22.49 Lakhs) pending under arbitrator's Tribunal of South Eastern railway.

17.3 Retention Money are non interest bearing and are generally receivable based on respective contract terms.



**ROYAL INFRACONSTRU LIMITED**

**NOTES TO THE FINANCIAL STATEMENT AS AT AND FOR THE YEAR ENDED 31ST MARCH 2024**

**18 Other current assets**

₹ in Lakhs

Particulars	As at	As at
	31st March, 2024	31st March, 2023
<b>Advances other than capital advances</b>		
Advance to Suppliers & Others	1,368.43	751.46
<b>Others</b>		
GST Input Credit	708.67	2,929.53
VAT & WCT Receivable	307.39	307.39
Prepaid Expenses	419.43	399.54
Other Receivables	75.89	87.31
<b>Total</b>	<b>3,079.61</b>	<b>4,475.24</b>

**19 Equity Share Capital**

₹ in Lakhs

Particulars	As at	As at
	31st March, 2024	31st March, 2023
(a) <b>Authorized shares</b> 1,00,00,000 (P.Y. 1,00,00,000) Equity shares of ₹ 10/- each	1,000.00	1,000.00
(b) <b>Issued, subscribed and fully paid up shares</b> 81,75,220 (P.Y. 81,75,220) Equity shares of ₹ 10/- each fully paid up	817.52	817.52
	817.52	817.52

**19.1 Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the year**

Particulars	Number of shares	Amount
As at April 01, 2022	81,75,220	817.52
Changes during the year	-	-
As at March 31, 2023	81,75,220	817.52
Changes during the year	-	-
As at March 31, 2024	81,75,220	817.52

**19.2 Terms and Rights attached to shares**

The Company has only one class of equity shares having a par value of ₹ 10/- per share. Each holder of equity share is entitled to one vote per share. The Company declares and pays dividends in Indian Rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. 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. The distribution will be in proportion to the numbers of equity shares held by the shareholder.

**19.3 Shareholders holding more than 5 % of the equity shares in the Company**

Name of shareholders	As at 31st March, 2024		As at 31st March, 2023	
	No. of shares held	% of holding	No. of shares held	% of holding
Jitendra Kumar Jain	12,64,150	15.46%	12,64,150	15.46%
Shreyans Jain	4,30,200	5.26%	4,30,200	5.26%
Prakriti Plantations Ltd	6,97,500	8.53%	6,97,500	8.53%
Behari Lal Jain & Sons Pvt Ltd	6,97,500	8.53%	6,97,500	8.53%
Anjula Steels Pvt Ltd	6,55,250	8.02%	6,55,250	8.02%
Vamla Iron and Steel Works Pvt Ltd	6,26,350	7.66%	6,26,350	7.66%
Splendo Business Pvt Ltd	4,78,750	5.86%	4,78,750	5.86%

**19.4 Shares held by the promoters at the end of the year**

Name of shareholders	As at 31st March, 2024		As at 31st March, 2023		% change during the year
	No. of shares held	% of holding	No. of shares held	% of holding	
Jitendra Kumar Jain	12,64,150	15.46%	12,64,150	15.46%	-
Shreyans Jain	4,30,200	5.26%	4,30,200	5.26%	-



**ROYAL INFRACONSTRU LIMITED**

**NOTES TO THE FINANCIAL STATEMENT AS AT AND FOR THE YEAR ENDED 31ST MARCH 2024**

20. Other equity		( ₹ in Lakhs )	
Particulars	As at 31st March, 2024	As at 31st March, 2023	
<b>A. Security Premium Account</b>			
Balance as per last financial statement	6,141.50	6,141.50	
Add: Addition during the year	-	-	
Less: Utilised during the year	-	-	
	<b>6,141.50</b>	<b>6,141.50</b>	
<b>B. General Reserve</b>			
Balance as per last financial statement	595.83	595.83	
Add: Transfer from Retained earnings	100.00	100.00	
	<b>695.83</b>	<b>595.83</b>	
<b>C. Retained Earnings</b>			
Balance as per last financial statement	20,218.70	17,419.79	
Add : Surplus as per Statement of Profit and Loss	2,480.11	2,916.06	
Amount available for appropriation	22,698.81	20,335.85	
Less: Appropriations:			
Dividend on equity shares	16.35	16.35	
Transfer to general reserve	100.00	100.00	
Balance at the end of the year	<b>22,582.46</b>	<b>20,218.70</b>	
<b>D. Other Comprehensive Income (OCI)</b>			
Balance as per last financial statement	(9.63)	124.14	
Add: Other comprehensive income for the year	(15.00)	14.51	
Less: Transfer to retained earnings	-	-	
	<b>(24.63)</b>	<b>(9.63)</b>	
<b>Total other equity</b>	<b>29,398.16</b>	<b>26,946.40</b>	

**Nature and Purpose of Reserves**

**(A) Security Premium:**

Securities premium is used to record the premium received on issue of shares. This amount is utilised in accordance with the provisions of the Companies Act, 2013 (the Act).

**(B) General Reserve:**

General Reserve are amounts set aside from retained profits as a reserve to be utilised for permissible general purpose as per provisions of the Companies Act 2013.

**(C) Retained Earnings:**

Retained earnings are the profits that the Company has earned till date, less any transfers to general reserve, dividends or other distributions paid to shareholders.

**(D) Other Comprehensive Income (OCI) :**

Other Comprehensive Income (OCI) represent the balance in Equity for items to be accounted under OCI and comprises of the following:

**21 Non-Current Financial Liability : Borrowings**

		( ₹ in Lakhs )	
Particulars	As at 31st March, 2024	As at 31st March, 2023	
<b>Secured</b>			
<b>A) Term Loans</b>			
- From Banks	2,643.87	3,334.51	
Less: Current Maturities of Term Loans (Refer note no. 24)	(855.99)	(706.10)	
	<b>1,787.88</b>	<b>2,628.40</b>	
<b>B) Equipment Finance Loan</b>			
- From Banks	1,582.13	2,124.67	
- From NBFC	123.34	631.72	
Less: Current maturities (Refer note no. 24)	(917.36)	(1,353.31)	
	<b>688.11</b>	<b>1,403.08</b>	
<b>C) Vehicle Finance</b>			
- From Banks	211.32	149.18	
Less: Current maturities (Refer note no. 24)	(95.34)	(59.91)	
	<b>115.98</b>	<b>79.27</b>	
<b>Total</b>	<b>2,791.97</b>	<b>4,110.76</b>	



**ROYAL INFRACONSTRUCT LIMITED**  
**NOTES TO THE FINANCIAL STATEMENT AS AT AND FOR THE YEAR ENDED 31ST MARCH 2024**

**1. Terms of Repayment, Rate of Interest & Securities**

		Term Loans					(₹ in lakhs)	
Sl. No.	Financed By	Loan Outstanding as on 31st March, 2024	Current	Non-Current	Loan Outstanding as on 31st March, 2023	Rate of Interest	Amount of Installments	No of Installments outstanding as on 31st March, 2024
1	Kotak Mahindra Bank* (Loan Against Property 1)	1.24	1.34	-	129.95		1.24 Lacs x 1 months (including interest)	1 Monthly Installments
2	Kotak Mahindra Bank* (Loan Against Property 2)	140.37	57.85	82.70	192.60		5.72 Lacs x 37 months & 2.44 Lacs x 1 month (including interest)	28 Monthly Installments
3	Kotak Mahindra Bank* (Loan Against Property 3)	329.02	22.57	305.45	349.62		4.43 Lacs x 113 months & 0.47 Lacs x 1 month (including interest)	114 Monthly Installments
4	Axis Bank**	167.92	100.75	67.17	268.67		8.40 Lacs x 20 months (excluding interest)	20 Monthly Installments
5	State Bank of India** (CECL - 403170) 9175	696.92	300.72	397.20	1,095.69	MCLR Plus Applicable spread ranging from 7.10 to 9.24%	25.81 Lacs x 37 months (excluding interest)	27 Monthly Installments
6	State Bank of India** (CECL - 403170) 2339	580.85	156.48	430.37	626.90		3.04 Lacs x 26 months (excluding interest)	26 Monthly Installments
7	Axis Bank** (16800050489301 - ECL468)	107.55	25.81	82.03	114.09		2.76 Lacs x 45 months (including interest)	45 Monthly Installments
8	Axis Bank** (12206004881424 - ECL638)	187.50	50.02	137.50	240.00		4.16 Lacs x 45 months (excluding interest)	45 Monthly Installments
9	HDFC Bank** (ECLGS)	225.10	131.55	394.44	446.80		13.80 Lacs x 35 months & 37 Lacs x 1 months (excluding interest)	36 Monthly Installments
	<b>Total</b>	<b>2,643.57</b>	<b>955.99</b>	<b>1,787.86</b>	<b>3,354.51</b>			
*	Secured by Security of Office Space No.401, 4th Floor at Concoj Wateraid Building Tower 1, DE Block, Sector - 2, Salt Lake, Kolkata - 700091							
**	Secured by extension of charge / and charge over the existing Primary & collateral securities of third party guarantee including mortgages created in favour of the bank on pari passu basis with existing lenders of consortium bank arrangement.							





**ROYAL INFRACONSTRUCTURE LIMITED**  
**NOTES FOR THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2024**

**Equipment Finance**

L. No.	Financed By	No of Loans Outstanding As at	Outstanding Balance As at (Rs in Lakhs)	Current	Non-Current	Outstanding Balance As at (Rs in Lakhs)	Interest Range % per annum	Balance number of Installments as at	Frequency of Installments
1	Axis Bank	31.03.24	31.03.23	31.03.24		31.03.23		31.03.24	31.03.23
2	HDFC Bank	29	472.18	196.32	275.86	380.26	8.86 to 9.40	1 to 36	1 to 42
3	KFCI Bank Ltd	37	530.85	262.77	274.58	351.67	6.26 to 8.81	1 to 46	7 to 45
4	Kotak Mahindra Bank Ltd	10	66.45	50.57	15.88	36.18	7.45 to 8.40	6 to 22	11 to 34
5	Yes Bank	24	350.13	191.3	168.83	339.07	6.45 to 8.56	12 to 30	24 to 47
6	Data Capital Financial Service Pvt Ltd	6	147.52	75.63	71.89	217.49	8.55 to 8.60	12 to 26	31 to 33
7	EDB Finance Services	0	-	-	-	47.52	8.92 to 9.50	-	0 to 10
Total		4	123.34	38.97	84.37	59.20	8.34	35	17
			1,705.47	817.66	888.13	2,756.39			

Securities: Equipment Loans are secured by first charge on the Equipment purchased against such Loan.

**Vehicle Finance**

Sl. No.	Financed By	No of Loans Outstanding As at	Outstanding Balance As at (Rs in Lakhs)	Current	Non-Current	Outstanding Balance As at (Rs in Lakhs)	Interest Range % per annum	Balance number of Installments as at	Frequency of Installments
1	HDFC Bank	31.03.24	31.03.23	31.03.24		31.03.23		31.03.24	31.03.23
2	KFCI Bank	4	140.80	58.15	82.65	34.79	7.3 to 8.80	13 to 32	35
3	Axis Bank	8	54.01	35.68	18.33	107.12	7.25 to 8.75	6 to 27	10 to 39
	Total	2	1.31	1.31	-	7.27	8.52	3	15
			211.32	95.84	116.99	149.18			

Securities: Vehicle Loans are secured by first charge on the Vehicle purchased against such Loan.



ROYAL INFRACONSTRU LIMITED

NOTES TO THE FINANCIAL STATEMENT AS AT AND FOR THE YEAR ENDED 31ST MARCH 2024

22 Deferred Tax Liabilities (Net)

(₹ in Lakhs)

Particulars	As at 31st March, 2024	As at 31st March, 2023
<b>A. Deferred Tax Liabilities on account of:</b>		
Property plant and Equipment and Intangible Assets	644.58	648.36
Retention Money	66.21	66.21
Fair Valuation of Financial Instruments	0.78	4.09
	<b>711.57</b>	<b>718.66</b>
<b>B. Deferred Tax Assets on account of:</b>		
Provision for Employee Benefits	8.38	3.24
Provision for Allowances on account of Expected Credit Loss	66.17	46.18
	<b>74.55</b>	<b>49.42</b>
<b>Net Deferred Tax Liability (A-B)</b>	<b>637.02</b>	<b>669.24</b>

The movement of major components of deferred tax provision/adjustment during the year ended 31st March, 2024 is given below:

Particulars	As at 1st April, 2023	Recognized in profit or loss	Recognized in other comprehensive income	As at 31st March, 2024
<b>Deferred Tax Liabilities/(Asset)</b>				
Property plant and Equipment and Intangible Assets	648.36	(7.83)	-	644.53
Retention Money	66.21	-	-	66.21
Provision for Employee Benefits	(8.24)	-	(5.05)	(8.29)
Provision for Allowances on account of Expected Credit Loss	(46.18)	(19.09)	-	(65.27)
Fair Valuation of Financial Instruments	4.09	(3.21)	-	0.78
<b>Total</b>	<b>669.25</b>	<b>(27.13)</b>	<b>5.05</b>	<b>637.07</b>

The movement of major components of deferred tax provision/adjustment during the year ended 31st March, 2023 is given below:

Particulars	As at 1st April, 2022	Recognized in profit or loss	Recognized in other comprehensive income	As at 31st March, 2023
<b>Deferred Tax Liabilities/(Asset)</b>				
Property plant and Equipment and Intangible Assets	635.76	(17.30)	-	648.36
Retention Money	66.21	-	-	66.21
Provision for Employee Benefits	(8.12)	-	4.83	(3.29)
Provision for Allowances on account of Expected Credit Loss	(31.38)	(14.80)	-	(46.18)
Fair Valuation of Financial Instruments	3.60	0.49	-	4.09
<b>Total</b>	<b>726.07</b>	<b>(61.71)</b>	<b>4.83</b>	<b>669.25</b>

23 Other Non-Current Liabilities

(₹ in Lakhs)

Particulars	As at 31st March, 2024	As at 31st March, 2023
Trade Deposit	313.84	350.00
<b>Total</b>	<b>313.84</b>	<b>350.00</b>

23.1 Trade Deposit includes amount related to an agreement, in which The Company (owner) had entered with M/s A TK Manor Developers LLP (developer) on 10th February 2022 for development of property on land located at Rajahar, North 24 Parganas (Kolkata). The said land is being classified as 'Inventory' under 'Current Assets'. In terms of the said agreement, the company shall get proportionate share in the sale proceeds of the project as per the terms and conditions mentioned in the said agreement. As per the said agreement, the company has already received interest free security deposit of ₹ 198 Lakhs (Net of ₹ 250 Lakhs (Net of)) and the same is shown as 'Trade Deposits' under 'Other Non-Current Liabilities'.



**ROYAL INFRACONSTRU LIMITED**

**NOTES TO THE FINANCIAL STATEMENT AS AT AND FOR THE YEAR ENDED 31ST MARCH 2024**

**24. Current Financial Liability : Borrowings**

Particulars	(₹ in Lakhs)	
	As at 31st March, 2024	As at 31st March, 2023
A) Secured Loan		
Loan Repayable on Demand		
- from Banks	12,278.80	12,473.70
B) Current Maturities of Non-Current Financial Liability (Refer Note 21)	1,768.69	2,129.32
<b>Total</b>	<b>14,047.49</b>	<b>14,603.01</b>

**Nature of Security :**

**PRIMARY SECURITY :**

Pari Passu 1st Charge on hypothecation of entire Current Assets of the Company, both present and future, comprising stock of Raw Materials Work in- Progress, Block-in- Transit, Consumables Stores, Spares, Receivables, etc ranking pari-passu with banks in the consortium namely State Bank of India, Punjab National Bank, HDFC Bank, Axis Bank, ICICI Bank, IDFC First Bank and Yes Bank including collaterals and Personal Guarantee.

**COLLATERAL SECURITY:**

- (a) Residential Building at Old A-S.Naykar Bhawan, Block-1, Raipur Grit Numan Sahakar Samity Ltd., Choubey Colony, Swami Anand Ward No.3, P.H. No.106, Khazra No. 735,736 & 337 (part), Raipur, Chhattisgarh, Admeasuring Total Area: 2,717 Sq. Ft. owned by the company.
- (b) Commercial Building at 18 R N Mukherjee Road, Kolkata, West Bengal, 700061. Admeasuring Total Area : 1,100 Sq.Ft., owned by director.
- (c) Commercial Building at Urta Industrial Area, Vill- Sarara, Khazra no. 347/3, 347/5,350, PO. No. 101, Raipur, Chhattisgarh, Admeasuring Total Area : 26,000 Sq. Ft., owned by the company.
- (d) Land - Khazra No. 620/1,620/2,621/2,621/3,621/4,621/5,621/6,621/7,621/8,631 mouja- Uzla, Rajiv Gandhi Ward.- 16, Naga Kuli, Birgaon Ward No.-8, Raipur, Chhattisgarh. Admeasuring Total Area : 6.39 Acres, owned by the company.
- (e) Extension of charge over land, building, PAM & other fixed assets of the company (excluding assets safely financed by other Financial Institutions /Banks), present and future to be shared with all consortium members.
- (f) Lien of Fixed deposits of Rs.18.70 Crore in the name of the company.
- (g) Office space No.101 in Tower no.1, containing super built up area of 17793sq.ft, on the 4th floor of the IT project known as "Godrej Waterside" spread over 5.8978 acres of land, located at Plot no. 0, Block-DP, Sector-V, Bidhanagar in the district of North 24 Parganas, P.O. & P.S.-Bidhanagar, Kolkata-700099, on pari-passu 2nd charge basis with other consortium lenders.

**PERSONAL GUARANTEE:**

- (a) Mr. Citendra Kumar Jain (Whole Time Director)
- (b) Mr. Shreyans Jain (Whole Time Director)

As at March 31, 2024, the register of charges of the Company as available in records of the Ministry of Corporate Affairs (MCA) includes charges that were created/modified since the inception of the Company. The Company is in the continuous process of filing the charge satisfaction e-form with MCA, within the timelines, as and when it receives NOCs from the respective charge holders.

The Company has filed quarterly returns or statements of Current Assets with the banks in lieu of the sanctioned working capital facilities. There is no material deviation of the filed returns with the books of accounts.

**25. Trade Payables - Current**

Particulars	(₹ in Lakhs)	
	As at 31st March, 2024	As at 31st March, 2023
- Total outstanding dues to Micro and Small Enterprise	758.18	593.55
- Total outstanding dues to Creditors other than Micro and Small Enterprise	10,033.77	10,256.78
<b>Total</b>	<b>10,801.95</b>	<b>10,950.34</b>



**ROYAL INFRACONSTRU LIMITED**

**NOTES TO THE FINANCIAL STATEMENT AS AT AND FOR THE YEAR ENDED 31ST MARCH 2024**

**25.1 Other Information in respect of Trade Payable (MSME)**

Particulars	As at 31st March, 2024	As at 31st March, 2023
(i) The principal amount remaining unpaid to any supplier as at the end of each accounting year:	768.18	663.55
(ii) The interest due thereon remaining unpaid to any supplier as at the end of each accounting year:	-	-
(iii) The amount of interest paid by the buyer under MSME Act, 2006:	-	-
(iv) The amount of interest due and payable for the period of delay in making payment (which has been paid but beyond the appointed day during the year) but without adding the interest specified under the MSME Act, 2006:	-	-
(v) The amount of interest accrued and remaining unpaid at the end of accounting year:	-	-
(vi) The amount of further interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid to the small enterprise, for the purpose of disallowance as a deductible expenditure under section 23:	-	-

**25.2 Ageing schedule of trade payable is as below:**

**As at 31st March, 2024**

Particulars	Outstanding for following periods from due date of payment/ date of transaction				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	768.18	-	-	-	768.18
(ii) Others	6,454.61	2,365.47	916.21	297.48	10,033.77
(iii) Disputed Dues - MSME	-	-	-	-	-
(iv) Disputed Dues - Others	-	-	-	-	-
<b>TOTAL</b>	<b>7,222.79</b>	<b>2,365.47</b>	<b>916.21</b>	<b>297.48</b>	<b>10,801.95</b>

**As at 31st March, 2023**

Particulars	Outstanding for following periods from due date of payment/ date of transaction				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	693.55	-	-	-	693.55
(ii) Others	9,426.37	483.55	114.32	230.54	10,256.78
(iii) Disputed Dues - MSME	-	-	-	-	-
(iv) Disputed Dues - Others	-	-	-	-	-
<b>TOTAL</b>	<b>10,121.92</b>	<b>483.55</b>	<b>114.32</b>	<b>230.54</b>	<b>10,950.34</b>

**26 Other Financial Liabilities - Current**

**(₹ in Lakhs)**

Particulars	As at 31st March, 2024	As at 31st March, 2023
Interest accrued but not due	14.50	20.12
Retention Money from sub-contractors	996.40	1,376.88
Liabilities in Expenses	586.27	613.29
<b>Total</b>	<b>1,597.17</b>	<b>1,710.29</b>

**27 Contract Liability**

**(₹ in Lakhs)**

Particulars	As at 31st March, 2024	As at 31st March, 2023
Advance Received from Customers	114.67	124.13
<b>Total</b>	<b>114.67</b>	<b>124.13</b>

**28 Other current liabilities**

**(₹ in Lakhs)**

Particulars	As at 31st March, 2024	As at 31st March, 2023
Advance against Tender	667.60	334.27
Advance received against Sale of Land	109.65	-
Statutory liabilities	636.05	235.10
<b>Total</b>	<b>1,413.30</b>	<b>569.37</b>



**ROYAL INFRACONSTRU LIMITED**

**NOTES TO THE FINANCIAL STATEMENT AS AT AND FOR THE YEAR ENDED 31ST MARCH 2024**

**29 Revenue From Operations**

₹ in lakhs

Particulars	For the year ended 31st March, 2024	For the year ended 31st March, 2023
a) Revenue from Sale of Products		
Export Sales	61.15	51.51
Domestic Sales	555.93	2,389.92
b) Revenue from Construction Contract	89,117.22	89,445.40
c) Revenue from Sale of Service		
Conversion Charges	6.38	
d) Other Operating Revenue		
Scrap Sales	537.74	511.52
Income from joint Venture firms	8.29	14.05
Other Operating Income	13.68	7.89
<b>Total</b>	<b>90,306.37</b>	<b>92,451.19</b>

# Contract Revenue includes unbilled revenue amounting to Rs. 426.70 lakhs (P.Y. Rs.355.33 lakhs) for the year ended 31.03.2024

Disclosure pursuant to Ind As 115 in respect of Contract with customer

**29.1 Sale of Products Comprises the following:**

Particulars	For the year ended 31st March, 2024	For the year ended 31st March, 2023
<b>Manufactured Goods</b>		
Railway Track Fitting & Linking Items	6.22	1,957.43
Scrap	537.74	511.82
<b>Traded Goods and others:</b>		
Railway Track Fitting & Linking Items (Trading)	61.15	61.51
Steel, Cement & Other products (Others)	549.71	432.49
<b>Total</b>	<b>1,154.80</b>	<b>2,963.25</b>

**29.2 Contract Balances**

Particulars	For the year ended 31st March, 2024	For the year ended 31st March, 2023
<b>Contract Assets</b>		
Opening Balance	8,146.29	7,106.71
Add: Revenue Recognised during the year	91.37	117.22
Add: Adjustment from Progressive billing on account of contractual retention	(140.71)	948.35
Less: Allowance for Credit loss	(74.99)	(56.00)
Closing Balance	<b>8,021.97</b>	<b>8,146.29</b>
<b>Contract Liabilities</b>		
Opening Balance	124.13	35.51
Add: Adjusted from Progressive billing	(9.46)	88.62
Closing Balance	<b>114.66</b>	<b>124.13</b>

**30 Other Income**

₹ in lakhs

Particulars	For the year ended 31st March, 2024	For the year ended 31st March, 2023
<b>Interest:</b>		
- On Fixed Deposits	398.13	247.21
- On Income Tax Refunds	68.38	11.14
- On Others	2.20	1.81
Profit on sale of mutual funds	3.17	-
Net gain/(loss) or fair value changes of investment in gold	3.11	3.47
Dividend Income		0.80
Profit on sale of fixed assets	39.20	-
Foreign Currency Fluctuation Gain/(Loss)	20.23	
Discount/ Claim Received	72.03	100.49
<b>Total</b>	<b>600.69</b>	<b>364.92</b>



**ROYAL INFRACONSTRU LIMITED**

**NOTES TO THE FINANCIAL STATEMENT AS AT AND FOR THE YEAR ENDED 31ST MARCH 2024**

**31 Cost of Material Consumed**

₹ in lakhs

Particulars	For the year ended 31st March, 2024	For the year ended 31st March, 2023
<b>Indigenous</b>		
Inventory at the beginning of the year	219.19	1,095.93
Add: Purchases	148.43	1,316.77
	<b>367.62</b>	<b>2,412.70</b>
Less: Inventory at the end of the year	248.18	219.19
<b>Total</b>	<b>129.44</b>	<b>2,193.51</b>

**32 Purchases of Stock-in-Trade**

₹ in lakhs

Particulars	For the year ended 31st March, 2024	For the year ended 31st March, 2023
Purchases of Stock-in-Trade	84.03	1.95
<b>Total</b>	<b>84.03</b>	<b>1.95</b>

**33 Changes in Inventory of Finished goods, Work in Progress & Stock-in-Trade**

₹ in lakhs

Particulars	For the year ended 31st March, 2024	For the year ended 31st March, 2023
<b>Inventories at the end of the year:</b>		
Finished goods	350.81	47.07
Work-in-progress	10,628.22	9,103.30
Stock-in-trade	10,779.03	9,150.37
<b>Inventories at the beginning of the year:</b>		
Finished goods	47.07	947.44
Work-in-progress	9,103.30	7,657.81
Stock-in-trade	9,150.37	8,604.97
<b>Total</b>	<b>(1,628.66)</b>	<b>(545.41)</b>

**34 Construction Expense**

₹ in lakhs

Particulars	For the year ended 31st March, 2024	For the year ended 31st March, 2023
Inventory of Construction material at the beginning of the year	12,663.03	7,839.31
Add: Purchases of Construction material	34,923.81	47,912.83
Less: Inventory of Construction material at the end of the year	9,335.88	12,663.03
<b>Construction Material Consumed</b>	<b>38,250.96</b>	<b>43,189.11</b>
Power & Fuel	5,221.45	5,266.29
Repairs & Maintenance- Plant & Machinery	215.77	307.64
Contractual Expense	20,455.46	13,128.78
Other Construction Expenses	12,335.55	13,228.85
<b>Total</b>	<b>76,227.17</b>	<b>75,072.66</b>

**35 Manufacturing Expenses**

₹ in lakhs

Particulars	For the year ended 31st March, 2024	For the year ended 31st March, 2023
Power & Fuel	106.90	132.77
Production & Other Charges	415.94	195.55
Repairs & Maintenance		
- Plant & Machinery	38.86	8.57
- Factory Building & Shed	3.67	5.19
<b>Total</b>	<b>555.37</b>	<b>346.09</b>

**36 Employee Benefit Expenses**

₹ in lakhs

Particulars	For the year ended 31st March, 2024	For the year ended 31st March, 2023
Salaries and wages	2,935.39	2,674.03
Contribution to Provident and other funds	203.04	241.31
Staff welfare expense	290.77	238.92
<b>Total</b>	<b>3,379.21</b>	<b>3,154.25</b>



**ROYAL INFRACONSTRU LIMITED**

**NOTES TO THE FINANCIAL STATEMENT AS AT AND FOR THE YEAR ENDED 31ST MARCH 2024**

**37 Finance Cost**

(₹ in lakhs)

Particulars	For the year ended 31st March, 2024	For the year ended 31st March, 2023
Interest on debts & borrowings	2,004.90	1,930.08
Interest Expense on lease liability	-	4.41
Other borrowing costs (bank guarantee commission, etc.)	547.99	520.48
<b>Total</b>	<b>2,552.98</b>	<b>2,454.97</b>

**38 Other Expense**

(₹ in lakhs)

Particulars	For the year ended 31st March, 2024	For the year ended 31st March, 2023
Bank Charges	5.69	13.18
Rent	347.38	317.64
Office & Other Maintenance	480.48	510.31
Insurance	681.30	606.43
Refer and Taxes	907.69	1,011.92
Communication	34.92	24.75
Traveling and conveyance	896.96	704.87
Printing and stationery	29.35	20.44
Business Promotion Expenses	91.07	47.19
Professional & Consultancy Fees	760.51	436.22
Payments to Auditors	-	-
- As Statutory Audit Fee	12.08	11.50
- As Tax Audit Fee	1.68	1.60
Management Audit Fees	0.75	0.75
Cost Audit Fees	0.75	0.75
Loss on sale of fixed assets	-	32.97
Rebate and Short Recovery (Net)	131.33	97.87
CSR Expense (Refer note no. 16)	48.21	61.00
Net gain/(loss) on fair value changes of mutual funds	-	2.14
Loss on sale of Mutual Fund	-	1.49
Foreign Currency Fluctuation Loss/(Gain)	-	52.37
Expected Credit Loss	80.93	57.77
Miscellaneous Expenses	165.63	91.97
<b>Total</b>	<b>4,676.41</b>	<b>4,103.09</b>

**39 Tax Expense**

(₹ in lakhs)

Particulars	For the year ended 31st March, 2024	For the year ended 31st March, 2023
Current Tax	867.93	1,147.40
Tax relating to earlier year	(170.33)	264.64
Deferred Tax	(27.13)	(61.71)
<b>Total</b>	<b>670.47</b>	<b>1,350.34</b>

39.1 The Company has opted to apply concessional rate of taxation as per the provisions of Section 115BAA of the Income Tax Act, 1961 made effective for financial year 2019-20 pursuant to Taxation Laws (Amendment) Act, 2019. Accordingly, the provision for income tax and Deferred Tax balances have been recorded/measured using the new tax rate and the resultant impact is recognized in the Statement of Profit & Loss for the current year.

**40 Other Comprehensive Income**

(₹ in lakhs)

Particulars	For the year ended 31st March, 2024	For the year ended 31st March, 2023
Remeasurement of the net defined benefit liability/asset	(20.05)	15.39
Less: Tax Expense on the above	5.08	(4.88)
<b>Total</b>	<b>(15.00)</b>	<b>14.51</b>

**41 Earning per Share**

(₹ in lakhs)

Particulars	For the year ended 31st March, 2024	For the year ended 31st March, 2023
Nominal Value of Equity Shares (₹)	10	10
Profit attributed to the Equity shareholders of the Company	2,400.11	2,915.26
Weighted average number of Equity shares (Nos.)	81,75,220	81,75,220
Basic earning per share (₹)	30.34	35.66
Potentially Dilutive Equity Shares	-	-
Diluted earning per share (₹)	30.34	35.66



ROYAL INFRACONSTRUCTURE LIMITED

NOTES TO THE FINANCIAL STATEMENT AS AT AND FOR THE YEAR ENDED 31ST MARCH 2024

42 Contingent Liability

(₹ In lakhs)

Particulars	As at	As at
	31st March, 2024	31st March, 2023
a) Liabilities in respect to guarantees issued by Banks & Others Issued Bank Guarantees given to banks	32,305.71	39,504.97
b) Claims against the Company :- The West Bengal Value Added Tax Rules, 2005 Income Tax Act, 1961 Service Tax	40.20	40.20
	1,174.80	1,174.80

42.1 With respect to The West Bengal value added Tax the department has demanded 43.96 lakhs relating to period (Apr-June-17) out of which 3.96 lakhs has been deposited and the same is pending before Courts Offices.

With respect to Service Tax the department has demanded 1,174.80 lakhs relating to period (FY 2016-17) and the same is pending before The Commissioner CGST & CX, Kolkata Audit & Commissionerie.

42.2 The Code on Social Security, 2020 (Code) relating to employee benefits during employment and post-employment is notified Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified. The Company will assess the impact of the Code when it comes into effect and will record any related impact in the period when the Code becomes effective.

43 Employee Benefit (Defined Benefit Plan)

The Company has a Defined Benefit Gratuity plan. Every employee who has completed at least five years or more of service is entitled to Gratuity on terms as per the provisions of The Payment of Gratuity Act, 1972. Disclosure pursuant to Indian Accounting Standard (Ind AS) 19 - Employee Benefits are as under

(A) Defined Contribution Plan :

The amount recognized as an expenses for the Defined Contribution Plans are as under

Particulars	(₹ in lakhs)	
	For the year ended 31st March, 2024	For the year ended 31st March, 2023
Contributions to Provident and other funds		
Employer's Contribution to Provident Fund & Other fund	203.05	241.31
<b>Total</b>	<b>203.05</b>	<b>241.31</b>

(B) Defined Benefit Plan :

Post-employment and other long term employee benefits in the form of gratuity and leave encashment are considered as defined benefit obligation. The employees gratuity fund scheme managed by Life Insurance Corporation of India is a defined benefit plan. The present value of obligation is determined based on actuarial valuation using the Projected Unit Credit Method, which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the total obligation. Under the PUC method a "projected accrued benefit" is calculated at the beginning of the year and again at the end of the year for each benefit that will accrue for all active members of the Plan. The "projected accrued benefit" is based on the Plan's accrual formula and upon service as of the beginning or end of the year, but using a member's final compensation, projected to the age at which the employee is assumed to leave active service. The Plan liability is the actuarial present value of the "projected accrued benefits" as of the beginning of the year for active members. Liability for leave payable at the time of retirement has been recognized on actuarial basis.

Risk Exposures

Defined Benefit Plans expose the Company to actuarial risks such as Interest Rate Risk, Salary Risk and Demographic Risk.

- (a) **Interest rate risk** : The defined benefit obligation calculated uses a discount rate based on government bonds. If bond yields fall, the defined benefit obligation will tend to increase.
- (b) **Salary risk** : Higher than expected increases in salary will increase the defined benefit obligation.
- (c) **Demographic risk** : This is the risk of variability of results due to any stochastic nature of decrements that include mortality, withdrawal, disability and retirement. The effect of these decrements on the defined benefit obligation is not straight forward and depends upon the combination of salary increase, discount rate and vesting criteria. It is important not to overstate withdrawals because in the financial analysis the retirement benefit of a short career employee typically costs less per year on compared to a long service employee.
- (d) **Regulatory Risk** : Gratuity benefit is paid in accordance with the requirements of the Payment of Gratuity Act, 1972 has increased from limit to much. There is a risk of change in regulations requiring higher gratuity payouts (eg. Increase in the maximum limit on gratuity from Rs. 10 lakhs to Rs. 20 lakhs). An upward revision of maximum gratuity limit will result in gratuity plan obligation.





ROYAL INFRACONSTRU LIMITED

NOTES TO THE FINANCIAL STATEMENT AS AT AND FOR THE YEAR ENDED 31st MARCH 2024

Particulars	Gratuity (Funded)	
	As at March 31, 2024	As at March 31, 2023
<b>(ii) Reconciliation of opening and closing balances of Defined Benefit obligation</b>		
Defined benefit obligation at beginning of the year	113.47	111.25
Current service cost	21.90	18.17
Interest cost	8.27	5.56
Cost service cost - plan amendments	-	-
Actuarial (gain)/loss - experience	26.67	(13.01)
Actuarial (gain)/loss - financial assumptions	0.20	(0.39)
Benefits paid from plan assets	(31.14)	-
<b>Defined benefit obligation at year end</b>	<b>163.37</b>	<b>115.47</b>
<b>(iii) Reconciliation of opening and closing balances of fair value of plan assets</b>		
Fair value of plan assets at beginning of the year	73.79	70.31
Interest Income on plan assets	5.20	3.48
Employer's Contribution	89.05	-
Re-measurements - Return on Assets (Banking Interest Income)	6.82	-
Benefits paid	(111.14)	-
<b>Fair value of plan assets at year end</b>	<b>163.81</b>	<b>73.79</b>
<b>(iv) Reconciliation of fair value of assets and obligations</b>		
Fair value of plan assets as at 31st March	163.81	73.79
Present value of obligation as at 31st March	(161.37)	(115.47)
<b>Net asset/(liability) recognized in Balance Sheet</b>	<b>2.44</b>	<b>(41.68)</b>
<b>(v) Expenses recognized during the year</b>		
Current service cost	21.90	18.17
Cost service cost - plan amendments	-	-
Interest cost	8.27	5.56
Interest income on plan assets	(5.20)	(3.48)
<b>Amount charged to statement of Profit &amp; Loss</b>	<b>24.80</b>	<b>20.15</b>
<b>(vi) Re-measurements recognized in Other Comprehensive Income (OCI)</b>		
Actuarial (gain)/loss - experience	26.67	(13.01)
Actuarial (gain)/loss - financial assumptions	0.20	(0.39)
Return on plan assets greater/ (less) than discount rate	(6.82)	-
<b>Amount recognized in Other Comprehensive Income (OCI)</b>	<b>20.05</b>	<b>(19.39)</b>
<b>(vii) Maturity Profile of Defined Benefit obligation over the next</b>		
1 year	66.43	51.24
2 to 3 years	10.31	09.69
4 to 10 years	21.46	15.11
more than 10 years	3.56	2.15
<b>(viii) A quantitative sensitivity analysis for significant assumption as at 31 March 2024 is as shown below:</b>		
Effect on DBO due to 1% increase in Discount Rate	112.86	112.80
Effect on DBO due to 1% decrease in Discount Rate	118.29	118.29
Effect on DBO due to 1% increase in Salary Escalation Rate	118.32	118.82
Effect on DBO due to 1% decrease in Salary Escalation Rate	112.72	112.72
Effect on DBO due to 50% increase in Withdrawal Rate	112.50	112.50
Effect on DBO due to 50% decrease in Withdrawal Rate	119.06	119.09
Effect on DBO due to 10% increase in Mortality Rate	115.45	115.49
Effect on DBO due to 10% decrease in Mortality Rate	115.46	115.46
The sensitivity analysis above have been determined based on reasonably possible changes of the assumptions occurring at the end of the reporting period, while holding all other assumptions constant.		
<b>(ix) Major Categories of Plan Assets</b>		
Fund managed by Investor (as % of total plan assets)	100%	100%
<b>(x) Actuarial assumptions:</b>		
Mortality rate	100% of IALM	100% of IALM
Interest rate (per annum)	9% & 14	8% & 14
Expected rate of return on plan assets (per annum)	7.10%	7.15%
Withdrawal Rate (based on age)		
Upto 30 years	50.00%	50.00%
31 - 44 years	40.00%	40.00%
Above 44 years	30.00%	30.00%
Rate of escalation in salary (per annum)	5.00%	5.00%
Retirement Age	58 years	58 years
<b>(xi) Salary Escalation Rate :</b>		
The estimates of rate of escalation in salary considered in actuarial valuation, taken into account inflation, maturity, promotion and other relevant factors including supply and demand in the employment market.		



ROYAL INFRACONSTRU LIMITED

NOTES TO THE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31ST MARCH 2024

44 Related Party Disclosure pursuant to IND AS - 24

A) Names of related parties and related party relationship with whom there is transaction in the current year

Name of Related Party	Nature of Relationship
Royal - Vijay JV	Joint Venture Partner
Royal - IIL JV	
Pratibha - Royal JV	
Royal RCPL JV (Dissolve w.e.f. 03.10.2023)	
ARSS-Royal JV	
Royal - PTL JV	
RICL-PEC JV	Cousin Through Composition of Board of Directors
Virala Iron Steel Works Private Limited	
Pritex Fiscal Services Private Limited	
Ashika Commercial Pvt. Ltd.	
Aarohan Ventures LLP	Whole time Directors are partner in LLP
Mr. Jitendra Kumar Jain	
Mr. Shreyans Jain	Whole Time Director
Mr. Nisha Jain	Relative of Whole time Director
Ms Archana Chhaparia	Company Secretary

B) Transactions with related parties during the year and outstanding balances:

Particulars	2023-24				2022-23			
	Joint ventures in which the entity is a Joint venturer	KMP	Other Related Parties	Outstanding as on 31.03.2024	Joint ventures in which the entity is a Joint venturer	KMP	Other Related Parties	Outstanding as on 31.03.2023
<b>Royal Vijay JV</b>								
Investment	0.04	-	-	-	0.04	-	-	-
Share of Profit/(Loss)	(0.03)	-	-	169.65	0.03	-	-	160.61
<b>Pratibha Royal JV</b>								
Investment	(6.27)	-	-	-	(6.27)	-	-	-
Share of Profit/(Loss)	(0.03)	-	-	1.00	0.70	-	-	1.61
<b>Royal IIL JV</b>								
Investment	5.00	-	-	-	0.02	-	-	-
Share of Profit/(Loss)	7.33	-	-	61.76	13.63	-	-	49.43
Contract Revenue	6,604.18	-	-	-	14,188.59	-	-	3,166.47
<b>Royal PTL JV</b>								
Investment	(58.32)	-	-	-	(64.27)	-	-	-
Share of Profit/(Loss)	1.02	-	-	7.13	0.16	-	-	44.43
Contract Revenue	1,954.17	-	-	-	642.84	-	-	-
<b>ARSS Royal</b>								
Contract Revenue	598.54	-	-	-	338.69	-	-	-
<b>Royal Shriyans</b>								
Contract Revenue	-	-	-	-	93,680	-	-	-
<b>RICL-PEC JV</b>								
Contract Revenue	214.28	-	-	-	-	-	-	-
<b>RICL-GCL JV</b>								
Contract Revenue	238.56	-	-	128.38	-	-	-	-
<b>Aarohan Ventures LLP</b>								
Head charges Expenses	-	-	110.33	-	-	-	363.00	83.70
Contractual Expenses	-	-	997.42	-	-	-	605.72	-
<b>Mr. Jitendra Jain</b>								
Salaries	-	187.50	-	5.65	-	197.50	-	9.32
<b>Mr. Shreyans Jain</b>								
Salary	-	151.50	-	6.52	-	151.50	-	7.40
<b>Mrs. Nisha Jain</b>								
Salary	-	-	33.00	1.89	-	-	33.00	1.80
<b>Ms. Nisha Kedia</b>								
Salary	-	-	-	-	-	5.00	-	0.42
<b>Ms Archana Chhaparia</b>								
Salary	-	5.33	-	0.34	-	-	-	-
<b>Virala Iron Steel Works Private Limited</b>								
Short Term Loan taken	-	-	2,500.00	-	-	-	1,150.00	-
Interest Expense	-	-	41.63	-	-	-	67.04	-
<b>Pritex Fiscal Services Private Limited</b>								
Short Term Loan taken	-	-	2,000.00	-	-	-	1,000.00	-
Interest Expense	-	-	41.23	-	-	-	54.75	-
<b>Ashika Commercial Pvt. Ltd.</b>								
Purchase of Construction Material	-	-	-	-	-	-	80.42	-
Construction Charges	-	-	108.37	36.51	-	-	-	63.34
Interest	-	-	561.19	-	-	-	2.68	-



ROYAL INFRACONSTRU LIMITED

NOTES TO THE FINANCIAL STATEMENT AS AT AND FOR THE YEAR ENDED 31ST MARCH 2024

C) Key Management Personnel Compensation

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Short-term employee benefits	344.32	344.32
Post-employment benefits	-	-
<b>Total</b>	<b>344.32</b>	<b>344.32</b>

All employee benefits (Short-term) only reported by KMP are provided in books on an accrual basis for the Company year which

By Transactions with related parties are carried out in the normal course of business at arm's length prices.

45 Joint Ventures/Related parties as per AS 28

Sl. No	Joint Venture	Partner	Profit	Capital as on 01-03-2024	Capital as on 01-03-2023	Particulars		Rs. in lakhs	
						2023-24	2022-23		
1	Royal-Vijay (Unaudited)	Royal Infraconstru Ltd.	80%	169.02	169.02	Assets	522.83	189.32	
		Vijay Bharan Company	20%	8.29	8.29	Liabilities	211	211	
2	Royal-ITL (Unaudited)	Royal Infraconstru Ltd.	19%	61.76	49.63	Income	80	80	
		ITL Trade Link	81%	61.58	50.01	Expenses	3.09	0.68	
3	Pradhana-Royal (Unaudited)	Royal Infraconstru Ltd.	49%	14.09	14.09	Assets	1,497.70	4,075.11	
		Pradhana Construction Engineers & Contractors (India) Pvt. Ltd.	51%	66.07	46.10	Liabilities	2,371.11	4,667.65	
4	Royal RCM (Unaudited)	Royal Infraconstru Ltd.	66%	-	83	Assets	17,602.15	28,293.89	
		Royal Construction & Infra. Ltd.	34%	-	83	Liabilities	25.15	47.60	
5	Royal PTL (Unaudited)	Royal Infraconstru Ltd.	75%	1.77	61.43	Assets	2,481.68	2,524.21	
		Pradhana Construction Ltd.	25%	6.45	142.34	Liabilities	202.55	207.86	
6	ARNS (Prop.) (Unaudited)	Royal Infraconstru Ltd.	25%	0.82	0.67	Income	0.62	0.71	
		ARNS Infrastructure Projects Ltd.	75%	0.60	2.03	Expenses	0.83	0.52	
7	RCL-PCL JV (Unaudited)	Royal Infraconstru Ltd.	51%	-	-	Profit/(Loss)	(6.06)	6.18	
		Pradhana & Co.	49%	-	-	Assets	81	81	
						Liabilities	61	81	
						Income	-	3,55,97	
						Expenses	-	3,57,27	
						Profit/(Loss)	81	81	
8	Royal PTL (Unaudited)	Royal Infraconstru Ltd.	75%	1.77	61.43	Assets	414.29	191.26	
		Pradhana Construction Ltd.	25%	6.45	142.34	Liabilities	383.65	175.28	
9	ARNS (Prop.) (Unaudited)	Royal Infraconstru Ltd.	25%	0.82	0.67	Income	2,501.10	892.80	
		ARNS Infrastructure Projects Ltd.	75%	0.60	2.03	Expenses	2,497.09	892.00	
10	RCL-PCL JV (Unaudited)	Royal Infraconstru Ltd.	51%	-	-	Income/(Loss)	3.27	0.54	
		Pradhana & Co.	49%	-	-	Assets	945.72	711.26	
						Liabilities	942.29	715.08	
						Income	4398.16	1337.26	
						Expenses	2095.69	1334.86	
						Profit/(Loss)	6.27	2.90	
						Assets	8.07	-	
						Liabilities	48.07	-	
						Income	421.17	-	
						Expenses	401.17	-	
						Profit/(Loss)	(3.06)	-	

46 Corporate social responsibility (CSR) expenditure

As per Section 135 of the Companies Act, 2013, a company, meeting the applicability criteria, needs to spend at least 2% of its average net profit for the immediately preceding three financial years on corporate social responsibility (CSR) activities. The areas of CSR activities are eradication of hunger and malnutrition, promoting education, art and culture, healthcare, disaster relief, job re-qualification, environment sustainability, disaster relief, COVID-19 relief and rural development projects. A CSR committee has been formed by the company as per the Act. The funds were primarily raised through the year on these activities which are specified in Schedule VII of the Companies Act, 2013.

Particulars	For the year ended 31st March 2024	For the year ended 31st March 2023
(i) Amount required to be spent by the company	61.75	46.96
(ii) Amount of expenditure incurred	48.07	61.30
(iii) Excess/(Shortfall) at the end of the year	4.66	14.44
(iv) Total of previous year Excess/(Shortfall)	14.40	-
(v) Reason for shortfall	-	-
(vi) Nature of CSR activities	Promoting Healthcare and Healthcare growth	Promoting Healthcare growth
(vii) Details of Related Party Transaction relating to CSR Repayment as per relevant accounting standards	Nil	Nil

47 Dividend

In accordance with the provisions of Section 123 and other applicable provisions of the Companies Act, 2013 and Rules made there under, the Board of Directors of the Company hereby recommends /proposed a Dividend of Rs. 16.35 lakhs (i.e. Rs. 16.35 lakhs) @ the rate of 2 percent) out of the profits of the Company for the year ended on 31st March 2024, on the 81,75,220 fully paid up equity shares of Rs. 10 each of the Company subject to approval of the members at forthcoming Annual General Meeting.



**ROYAL INFRACONSTRU LIMITED**

**NOTES TO THE FINANCIAL STATEMENT AS AT AND FOR THE YEAR ENDED 31ST MARCH 2024**

**46 Segment information**

The Company is primarily engaged in the business of manufacture and providing services related to construction of Bridges, Flyovers and viaducts in core projects of Indian Railways, highway projects Irrigation and water system. Operating segments have been identified by Board of Directors based on how the Chief Operating Decision Maker (CODM) reviews and assesses the company's performance on the basis of its business and has identified following reportable segments:

- a. Product Division includes manufacturing and trading of railway track fitting and other engineering products.
- b. Projects & Services includes execution of construction of bridges, roads, other construction activities & Flash Butt Welding of Rails.

**Information about Business Segment**

[ ₹ in Lakhs ]

Particulars	For the Year ended 31st March, 2024				For the Year ended 31st March, 2023			
	Product Division	Projects & Services	Unallocated	Total	Product Division	Projects & Services	Unallocated	Total
<b>1 REVENUE</b>								
Total Segment Revenue	2,956.39	89,137.28	-	92,103.68	10,771.46	89,453.39	-	1,30,224.75
Add: Share of Profit/(Loss) in Joint Venture	-	8.09	-	8.09	-	16.65	-	14.65
Less: Intersegment Revenue	1,811.89	-	-	1,811.89	7,758.21	-	-	7,758.21
Revenue from Operations as per Statement of Profit and Loss	1,144.50	89,145.58	-	90,300.38	2,993.25	89,467.94	-	92,461.19
<b>2 RESULTS</b>								
Segment Results before Interest, tax and Depreciation	246.87	6,376.06	-	7,053.35	239.81	8,011.46	-	9,242.77
Add: Interest earned	-	-	396.13	396.13	-	-	247.21	247.21
Less: Finance Costs	-	-	2,582.06	2,582.06	-	-	2,434.97	2,434.97
Less: Depreciation/Amortization	-	-	1,777.94	1,777.94	-	-	1,769.22	1,769.22
Profit Before Tax	-	-	-	3,150.57	-	-	-	4,265.79
Tax Expense	-	-	-	679.47	-	-	-	1,350.54
Profit After Tax	-	-	-	2,480.10	-	-	-	2,918.25
<b>3 OTHER INFORMATION</b>								
<b>a. Assets</b>								
Segment Assets	6,492.46	55,459.67	-	61,952.14	5,530.27	54,221.98	-	60,752.25
Unallocated Corporate Assets	-	-	-	-	-	-	-	-
Total Assets	6,492.46	55,459.67	-	61,952.14	5,530.27	54,221.98	-	60,752.25
<b>b. Liabilities</b>								
Segment Liabilities	3,168.32	23,371.14	-	31,739.46	1,844.13	31,104.20	-	32,989.33
Unallocated Corporate Liabilities	-	-	-	-	-	-	-	-
Equity	-	-	-	30,212.68	-	-	-	37,753.02
Total Liabilities	3,168.32	23,371.14	-	61,952.14	1,844.13	31,104.20	-	60,752.25
<b>c. Depreciation &amp; Amortization Expense</b>	275.70	1,502.24	-	1,777.94	196.57	1,572.65	-	1,769.22
<b>d. Capital Expenditure</b>	619.78	1,576.06	-	2,180.85	1,005.60	1,502.46	-	2,808.06

**48.1 Geographical segment**

The company primarily operates in India and hence geographical segment is not applicable

**48.2 Information About Major Customer**

Revenue from operation includes ₹ 20,923.95 Lakhs (P.Y. ₹. 44,703.80 Lakhs) from two customer (P.Y. three customers) having more than 10% of the total Revenue.



**ROYAL INFRACONSTRUCT LIMITED**

**NOTES TO THE FINANCIAL STATEMENT AS AT AND FOR THE YEAR ENDED 31ST MARCH 2024**

**49 CAPITAL MANAGEMENT**

The Company's objective to manage its capital is to ensure continuity, maintain a strong credit rating and healthy capital ratio in order to support its business while at the same time provide reasonable returns to its various stakeholders but keep associated costs under control. In order to achieve this, requirement of capital is reviewed periodically with reference to operating and business plans that take into account capital expenditure and strategic investments. The Company manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants. Apart from internal accrual, sourcing of capital is done through judicious combination of equity and borrowing, both short term and long term. The Company is not subject to any externally imposed capital requirements. The Company monitors capital using a debt equity ratio. A high debt to-equity ratio indicates that a company is borrowing more capital from the market to fund its operations, while a low debt-to-equity ratio means that the company is utilizing its assets and borrowing less money from the market.

For the purpose of calculation:

Net Debt = Non-current borrowings + Current Borrowings - Cash & cash equivalents

Equity = Equity Share Capital + Other Equity

Particulars	₹ in lakhs	
	31st March, 2024	31st March, 2023
Debt	16,839.46	18,712.77
Cash & cash equivalents	(2,126.32)	(97.83)
Net Debt	14,713.14	18,614.94
Equity	29,212.68	27,768.92
Debt Equity Ratio	0.49	0.67

In order to achieve this overall objective, the Company's capital management, amongst other things including working capital management, aims to ensure that it meets financial covenants attached to the interest-bearing loans and borrowings that define capital structure requirements. Breaches in meeting the financial covenants would permit the bank to immediately call loans and borrowings. There have been no breaches in the financial covenants of any interest bearing loans and borrowings in the current period.

**50 FAIR VALUE MEASUREMENT**

**A. FAIR VALUE MEASUREMENT**

**(a) Financial Instruments by Category**

The following table shows the fair value and carrying amount of financial instruments:

(₹ in lakhs)

Particulars	31st March, 2024		31st March, 2023	
	FVTPL	Amortised Cost	FVTPL	Amortised Cost
<b>Financial Assets</b>				
(i) Investments	37.17	139.90	28.87	251.16
(ii) Trade Receivables	-	4,322.53	-	4,931.95
(iii) Cash and Cash Equivalents	-	2,126.32	-	97.83
(iv) Other bank balances	-	4,992.62	-	3,688.69
(v) Other Financial Assets	-	3,160.09	-	2,415.67
<b>Total</b>	<b>37.17</b>	<b>14,821.25</b>	<b>28.87</b>	<b>11,867.30</b>
<b>Financial Liabilities</b>				
(i) Borrowings	-	16,839.46	-	18,712.77
(ii) Lease Liabilities	-	0.00	-	2.17
(iii) Trade Payables	-	10,361.95	-	10,950.34
(iv) Other Financial Liabilities	-	1,599.17	-	1,710.36
<b>Total</b>	<b>-</b>	<b>29,240.58</b>	<b>-</b>	<b>31,375.58</b>

No financial instruments have been measured at Fair value through Other Comprehensive Income and hence no disclosure has been given.

**(b) Fair Value Hierarchy**

Fair value of the financial instruments is classified in various fair value hierarchies based on the following three levels:

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

**Level 2:** Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly i.e. fair value of financial instruments that are not traded in an active market is determined using valuation techniques which maximises the use of observable market data and rely as little as possible on Company specific estimates. If all the significant inputs required to fair value an instrument are observable, the instruments is included in level 2.

**Level 3:** Unobservable inputs for the assets or liability i.e. if one or more of the significant inputs is not based on observable market data, the instruments is included in level 3.

Assets and Liabilities measured at fair value - recurring fair value measurements as at March 31, 2024	Level 1	Level 2	Level 3	Total
Financial Instruments at FVTPL Investment in Mutual Fund				
Assets and Liabilities measured at fair value - recurring fair value measurements as at March 31, 2023	Level 1	Level 2	Level 3	Total
Financial Instruments at FVTPL Investment in Mutual Fund	4.31			4.31



ROYAL INFRACONSTRU LIMITED

NOTES TO THE FINANCIAL STATEMENT AS AT AND FOR THE YEAR ENDED 31st MARCH 2024

Notes:

- a. Current financial assets and liabilities are stated at amortised cost which is approximately equal to their fair value.
- b. Non-current financial assets and liabilities measured at amortised cost have same fair value as at 31st March, 2024 and 31st March, 2023.
- c. There are no transfer between levels during the year.

**B. Financial risk management objectives and policies**

The Company's business activities expose it to a variety of financial risks, namely liquidity risk, market risks and credit risk. The Company's senior management has overall responsibility for the establishment and oversight of the Company's risk management framework.

**a) Credit Risk**

Credit risk arises from the possibility that the counter party may not be able to settle their obligations as agreed. The maximum exposure of the financial assets are constituted by trade receivables, retention money, security deposit, earnest money deposit, withhold money and other financial assets.

**Trade receivables, retention money, security deposit, earnest money deposit, withhold money and other advances**

Credit risk refers to risk that counterparty will default on its contractual obligations resulting in financial loss to the Company. Credit risk arises primarily from financial assets such as trade receivables, contract asset and other financial assets.

At each reporting date, the Company measures provision for expected credit losses on financial assets based on assumptions about risk of default and expected loss rates. The Company uses judgement in making these assumptions and selecting the inputs, based on the Company's past history, existing market conditions, current creditability of the party as well as forward looking estimates at the end of each reporting period. The Company recognises in profit or loss, the amount of expected credit losses (or reversal) that is required to adjust the loss allowance at the reporting date in accordance with Ind AS 109.

(₹ in lakhs)

Reconciliation of loss allowance provision	Trade Receivables	Retention Money / SD/EMD/ Withheld	Others	Total
Doubtful allowance on 1 April 2023	-	61.15	63.15	124.30
Addition	0.27	37.40	-	37.67
Utilised / Adjusted / Reversal	-	-	-	-
Doubtful allowance on 31 March 2023	0.27	118.55	63.15	182.07
Addition	0.29	80.44	-	80.73
Utilised / Adjusted / Reversal	-	-	-	-
Doubtful allowance on 31 March 2024	0.76	198.99	63.15	262.90

**b) Liquidity risk**

It is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation. Typically the Company ensures that it has sufficient cash on demand to meet expected short term operational expenses. The Company's objective is to maintain a balance between continuity of funding and flexibility through the use of bank loans/internal accruals. The table below provides details regarding the remaining contractual maturities of significant financial liabilities at the reporting date.

(₹ in lakhs)

Particulars	Less than 1 Year	1 year to 3 years	More than 3 years	Total
<b>As at 31 March 2024</b>				
Borrowings	14,047.48	2,791.98	-	16,839.46
Trade payables	10,851.95	-	-	10,851.95
<b>Other Financial Liabilities</b>				
Interest accrued but not due	14.50	-	-	14.50
Retention Money	998.40	-	-	998.40
Liabilities for Expenses	586.27	-	-	586.27
Trade Deposit	-	313.84	-	313.84
	<b>26,448.60</b>	<b>3,105.82</b>	<b>-</b>	<b>29,554.42</b>
<b>As at 31 March 2023</b>				
Borrowings	14,602.01	4,110.76	-	18,712.77
Trade payables	10,950.34	-	-	10,950.34
<b>Other Financial Liabilities</b>				
Interest accrued but not due	20.12	-	-	20.12
Retention Money	1,076.88	-	-	1,076.88
Liabilities for Expenses	513.29	-	-	513.29
Trade Deposit	-	250.00	-	250.00
	<b>27,062.65</b>	<b>4,360.76</b>	<b>-</b>	<b>31,423.41</b>



**ROYAL INFRACONSTRU LIMITED**

**NOTES TO THE FINANCIAL STATEMENT AS AT AND FOR THE YEAR ENDED 31ST MARCH 2024**

c) **Market risk** is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three type of risks: Commodity price risk, Foreign Exchange Risk and Interest Rate Risk.

**1) Commodity Price Risk**

Company is affected by the price volatility of certain commodities primarily, Steel, Cement & other construction materials. Its operations activities require the on-going purchase of these materials. The company has arrangement to pass through the increase/decrease in price of input materials through price variance clause in majority of the contract.

**2) Foreign Currency Risk**

The Company operates in a business that exposes it to foreign exchange risk arising from foreign currency transactions, primarily with respect to the USD. Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. The Company's exposure to the risk of changes in foreign exchange rate relates primarily to the Company's operating activities (when revenue or expense is denominated in a foreign currency). The Company evaluates the impact of foreign exchange rate fluctuations by assessing its exposure to exchange rate risks.

The Company's exposure to foreign currency risk at the end of the reporting period are as given below.

Particulars	₹ in lakhs otherwise stated else			
	31st March, 2024		31st March, 2023	
	Foreign Currency	INR Value	Foreign Currency	INR Value
<b>Financial Assets</b>				
Currency in USD	0.02	2.15	0.02	1.43
Currency in POUND	0.00	0.49	0.00	0.10
Currency in AED			0.04	0.50
Currency in NZ\$	0.02	1.23		
Currency in EUR	0.07	6.14		
Trade receivable in USD	1.52	125.85	0.80	58.92
Trade Payable in USD	13.63	1,410.62	21.90	1,803.91
<b>Net Exposure in Foreign Currency Payable</b>	<b>(15.19)</b>	<b>(1,274.77)</b>	<b>(21.04)</b>	<b>(1,787.53)</b>

iii) Impact of increase/ decrease in the exchange rates on the Company's equity and statement of profit and loss for the year is given below:

Particulars	As at March 31, 2024		As at March 31, 2023	
	Increase / (decrease) in		Increase / (decrease) in	
	Profit Before Tax	Other Equity	Profit Before Tax	Other Equity
USD rate by +3%	63.74	47.70	62.38	46.88
USD rate by -5%	(63.74)	(47.70)	(62.38)	(46.88)

**3) Interest Rate Risk:**

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market rates. The company's exposure to the risk of changes in market interest rate relates primarily to company's borrowing with floating interest rates. The Company do not have any significant interest rate risk on its current borrowing due to their short tenure. Out of total borrowings, large portion represents short term borrowings (WCDD) and the interest rate primarily basing on the company's credit rating and also the changes in the financial market. Company continuously monitoring over all factors influence rating and also factors which influenced the determination of the interest rates by the banks to minimize the interest rate risks.

**4) Exposure to interest rate risk**

Particulars	₹ in lakhs	
	31st March, 2024	31st March, 2023
<b>Fixed Rate Instruments</b>		
Financial Asset	6,125.63	4,853.10
Financial Liability	15,070.78	16,583.46
<b>Variable Rate Instruments</b>		
Financial Asset		
Financial Liability	1,768.69	2,429.32

**ii) Sensitivity Analysis**

Profit or loss is sensitive to higher/ lower interest expense from borrowings as a result of changes in interest rates. This analysis assumes the borrowings outstanding at the reporting date would be outstanding for the entire reporting period and all other variables remain constant.

Particulars	Sensitivity Analysis	31st March, 2024		31st March, 2023	
		Impact on		Impact on	
		Profit before tax	Other Equity	Profit before tax	Other Equity
Interest Rate Increase by	1%	(17.69)	(13.24)	(21.29)	(15.93)
Interest Rate Decrease by	1%	17.69	13.24	21.29	15.93



ROYAL INFRACONSTRU LIMITED

NOTE TO THE FINANCIAL STATEMENT AS AT AND FOR THE YEAR ENDED 31ST MARCH 2024

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**F Fair valuation of mutual fund**

In compliance with Ind AS 109 Investment in mutual funds have been valued at their fair value as at balance sheet date i.e. 31st March, 2022 and 1st April, 2021 (date of transition to Ind AS), which earlier were carried at cost under Indian GAAP. The effect of change in fair value has been adjusted with retained earnings and the subsequent change has been taken to statement of profit and loss.

**F Effect of allowance of ECL model**

Under Ind AS, the impairment allowances for doubtful receivables/allowances has been determined based on expected credit loss model as per the requirements of Ind AS 109. The provision created on the date of transition has been adjusted with retained earnings and subsequent adjustments in the provision has been taken to statement of profit and loss.

**II Impact of tax adjustment**

Indian GAAP requires deferred tax accounting using the income statement approach, which focuses on differences between taxable profits and accounting profits for the period. Ind AS 12 requires entities to account for deferred taxes using the balance sheet approach, which focuses on temporary differences between the carrying amount of an asset or liability on the balance sheet and its tax base. The application of Ind AS 12 approach has resulted in recognition of deferred tax on new temporary differences which was not required under Indian GAAP. In addition, the various transitional adjustments lead to temporary differences. Deferred tax adjustments are recognised in correlation to the underlying transaction either in retained earnings or a separate component of equity.

**52** A Survey was conducted on the premises of the company in December 2023 by the Income Tax Authority under section 135A of The Income Tax Act 1961. The Authority has impounded certain copies of books of accounts and related documents. The Proceeding under the Act is ongoing. The Management is of the view that there shall not be any substantial financial impact on the Company out of this proceeding, the ultimate outcome of such proceeding on the financial aspects of the company, if any remain unascertained.

**53 Additional Regulatory Information:**

- (a) The Company does not own any immovable property whose title deeds are not registered in the name of the Company.
- (b) During the year, the Company has not revolved its PPE (including Right to use assets) or intangible assets and accordingly, the disclosures in respect of these matters are not applicable to it.
- (c) **Loans or advances (repayable on demand or without specifying any terms or period of repayment) to specified persons:**  
The Company has not granted loans/advances in the nature of loans repayable on demand or without specifying any terms or period of repayment.
- (d) There are intangible assets and accordingly, the disclosures in respect of such assets has been provided.
- (e) **Benami Property:**  
The Company does not have any benami property. Further, there are no proceedings initiated or pending against the Company for holding any benami property under the Prohibition of Benami Property Transaction Act, 1988 and rules made there under.
- (f) The Company has borrowings from various bankers & financial institutions against security of current assets. The quarterly returns or statements of current assets filed by the company with the banks or financial institutions are mostly in Agreement with the banks of accounts. Discrepancies, if any, are not material.
- (g) **Willful Defaulter:**  
The Company has not been declared as a willful defaulter by the banks, financial institutions or other lenders.
- (h) **Relationship with Struck off Companies:**  
The Company does not have transactions with any struck off company during the year.
- (i) No satisfaction or charge is pending for registration with registrar of companies.
- (j) The Company has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on number of layers) Rules, 2017 and does not hold any investments which are beyond the restrictions mentioned herein.
- (k) The Company has not filed any Scheme of Arrangements in terms of sections 230 to 237 of the Companies Act, 2013 with any Competent Authority.
- (l) **Undisclosed income:**  
The Company does not have any such transaction which is not recorded in the books of accounts that has been surrendered or declared as income during the year ended March 31, 2024 and March 31, 2023 in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).

