SRI KPR INDUSTRIES LIMITED

32nd Annual Report
2019-20

CORPORATE INFORMATION

BOARD OF DIRECTORS AS ON 11.11.2020

Mr. Jagadeeshwar Reddy Podduturi	Chairman (Independent Director)
Mr. Kishan Reddy Nalla	Managing Director
Mr. Srinath Reddy Nalla	Whole Time Director
Mr. Bhoopal Reddy Aleti	Whole Time Director
Mr. Raja Gaddam Reddy	Whole Time Director
Mr. Naveena Thammishetty Chandra	Independent Director
Mr. Indrasena Reddy Gaddam	Independent Director
Mr. Vineel Reddy Nalla	Director
Ms. Vinitha Nalla	Woman Director
Mr. Nandu Siddha Reddy	Chief Financial Officer
Ms.Channamalla Pratusha	Company Secretary

COMMITTEES

AUDIT COMMITTEE

Mr. Jagadeeshwar Reddy Poddaturi	Chairman
Mr. Naveena Thammishetty Chandra	Member
Mr. Vineel Reddy Nalla	Member
Mr. Indrasena Reddy Gaddam	Member

NOMINATION AND REMUNERATION COMMITTEE

Mr. Naveena Thammishetty Chandra	Chairman
Mr. Jagadeeshwar Reddy Poddaturi	Member
Mr. Vineel Reddy Nalla	Member
Mr. Indrasena Reddy Gaddam	Member

STAKEHOLDERS RELATIONSHIP COMMITTEE

Mr. Indrasena Reddy Gaddam	Chairman
Mr. Srinath Reddy Nalla	Member
Mr.Vineel Reddy Nalla	Member

AUDITORS

STATUTORY AUDITORS	INTERNAL AUDITORS
M/s. Ayyadevara & CO Chartered Accountants Hyderabad	M/s. A.M. Reddy & D.R. Reddy Chartered Accountants Hyderabad

COMPANY BANKERS

State Bank of India, SME Branch, Saifabad, Hyderabad

REGISTERED & CORPORATE OFFICE

Vth Floor, K. P. R. House Sardar Patel Road, Secunderabad, Telangana – 500003
Tel: 040-27847121
E-Mail Id: bwpl9@yahoo.com;
Website: http://www.kprindustries.in

PLANT LOCATION

Sy No. 12, Gundlapochampally, Medchal, R.R. Dist.

REGISTRAR & SHARE TRANSFER AGENT

KFin Technologies Private Limited

Registered Address: Selenium, Tower B, Plot No - 31 & 32, Financial District, Nanakramguda, Serilingampally Hyderabad, Rangareddi – 500032, Telangana

Tel: +91-40-67162222, 33211000
Fax: +91-40-23420814

Email Id: compliance.corp@kfintech.com
Website: www.kfintech.com

SRI KPR INDUSTRIES LIMITED
5th Floor, KPR House, Sardar Patel Road, Secunderabad–500 003
Tel: +91 40 27847121,
E-mail: bwpl9@yahoo.com; Website: www.kprindustries.in
CIN: L20200TG1988PLC009157

NOTICE TO SHAREHOLDERS

Notice is hereby given that the 32nd Annual General Meeting (AGM) of **SRI KPR INDUSTRIES LIMITED** ("the Company") will be through Video Conferencing ("VC") / Other Audio-Visual Means ("OAVM") at 5th Floor, KPR House, Sardar Patel Road, Secunderabad–500 003 on, Monday the, 14th day of December, 2020 at 11:00 A.M. to transact the following businesses: -

ORDINARY BUSINESS:

1. To receive, consider and adopt Audited Standalone and Consolidated Financial Statements of the Company for the financial year ended March 31, 2020 together with the Reports of the Board and Auditors thereon; and

2. To appoint Mr. Srinath Reddy Nalla, who retires by rotation and being eligible, offers himself for re-appointment and to pass with or without modification(s) the following as an **Ordinary Resolution**.

"**RESOLVED THAT** pursuant to Section 152 and other applicable provisions, if any, of the Companies Act, 2013 read with rules framed there under (including any statutory modification or re-enactment thereof for the time being in force), consent of the members be and is hereby accorded for re-appointment of Mr. Srinath Reddy Nalla, Director, to the extent that he is required to retire by rotation and continuation as Whole Time Director of the Company."

3. To appoint Mr. Gaddam Raja Reddy, who retires by rotation and being eligible, offers himself for re-appointment and to pass with or without modification(s) the following as an **Ordinary Resolution**.

"**RESOLVED THAT** pursuant to Section 152 and other applicable provisions, if any, of the Companies Act, 2013, read with rules framed there under (including any statutory modification or re-enactment thereof for the time being in force), consent of the members be and is hereby accorded for re-appointment of Mr. Gaddam Raja Reddy Director, to the extent that he is required to retire by rotation and continuation as Whole Time Director of the Company."

4. To Consider and if thought fit to pass with or without modification as an **Ordinary Resolution**:

"**RESOLVED THAT** pursuant to Section 139, 142 and all other applicable provisions, if any, of the Companies Act, 2013 read with Companies (Audit and Auditors) Rules, 2014 as amended from time to time and pursuant to resolution passed by the Members at the Annual General Meeting held on September 29, 2017 Consent of the Members be and is hereby accorded ratifying the appointment of M/s. Ayyadevara & Co., Chartered Accountants (Firm Reg No. 000278S), Hyderabad as the Statutory Auditors of the Company to hold office from the conclusion of this Annual General Meeting until the conclusion of next Annual General Meeting of the Company at such remuneration as may be mutually agreed by the Board in consultation with them."

SPECIAL BUSINESS:

5. To consider and ratify the re-appointment of Mr. Jagadeeshwar Reddy Podduturi as Independent Director and to

pass with or without modification(s) the following as Special Resolution.

"**RESOLVED THAT** pursuant to the provisions of Sections 149, 152 and other applicable provisions, if any, of the Companies Act, 2013("the Act") read with Schedule IV to the Act (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force) and the Companies (Appointment and Qualification of Directors) Rules, 2014, as amended from time to time, and pursuant to the recommendation of the Nomination & Remuneration Committee and the Board of Directors, Mr. Jagadeeshwar Reddy Podduturi (DIN: 02582809), who holds office of Independent Director up to November 13, 2020 and who has submitted a declaration that he meets the criteria for independence as provided under Section 149(6) of the Act and Regulation 16(1)(b) of the Securities Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015 be and is hereby re-appointed as an Independent Director of the Company, not liable to retire by rotation, for a second term of five consecutive years commencing from November 14, 2020."

6. To consider and approve the appointment of Ms. Indani Venkata Lakshmi (DIN: 06964136) as an Independent Director and to pass with or without modification(s) the following as an Ordinary Resolution.

"**RESOLVED THAT** pursuant to Sections 149, 150 and 152 read with Schedule IV and all other applicable provisions, if any, of the Companies Act, 2013 ("the Act"), the Companies (Appointment and Qualification of Directors) Rules, 2014, and the applicable provisions of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force), and based on the recommendation of the Nomination and Remuneration Committee, the Board of Directors recommend the appointment of Ms. Indani Venkata Lakshmi (DIN: 06964136) as an Independent Director pursuant to Section 161(1) of the Act and the Articles of Association of the Company, subject to the approval of the shareholders at the ensuing Annual General Meeting of the Company and in respect of whom the Company has received a notice in writing under Section 160 of the Act from a member proposing her candidature for the office of Director, be and is hereby appointed as an Independent Director of the Company to hold office for a term of Five (5) consecutive years with effect from December 14, 2020 to December 13, 2025 (both days inclusive) and she is not liable to retire by rotation."

By Order of the Board of Directors
For Sri KPR Industries Limited
Sd/-
Kishan Reddy Nalla
Managing Director
DIN: 00038966

Place: Secunderabad
Date: 11.11.2020

NOTES:

1. In view of the current extraordinary circumstances due to the pandemic caused by COVID-19 prevailing in the country, social distancing norm to be followed, a General Circular No. 20/2020 was issued by Ministry of Corporate Affairs dated May 05, 2020 ("MCA Circular") stating that the Companies be allowed to conduct the AGM through VC or OAVM for the calendar year 2020.In terms of the said Circular(s), the AGM of the Members be held through VC or OAVM which does not require physical presence of members at a common venue in order to maintain social distancing and the deemed venue for this AGM shall be the Registered Office of the Company. Hence, Members can attend and participate in the AGM through VC/OAVM only. Also, all the Special Businesses mentioned under item no. 5 & 6 being unavoidable, be transacted at this AGM of the Company.

2. The Company is adhering and complying with all the provisions mentioned in the General Circular No.14/2020 issued by MCA on April 08, 2020 & General Circular No. 17/2020 issued by MCA on April 13, 2020 ("MCA Circular"). The Company has made all the necessary arrangements to avoid failure of VC/OAVM connection. The Company has ensured sufficient and adequate security to safeguard the integrity of the meeting. The recorded transcript of the meeting will be maintained in a safe custody of the Company.

3. Since the AGM under this framework will be conducted through VC/ OAVM as per the MCA Circular and Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated May 12, 2020 issued by the Securities and Exchange Board of India ("SEBI Circular"), where physical attendance of members in any case has been dispensed with, there is no requirement of appointing proxies. Accordingly, the facility of appointment of proxies by members will not be available for this meeting. Therefore, instrument for appointing proxy and attendance slip is not being attached herewith.

4. In pursuance of section 113 of the Act, representatives of the corporate members may be appointed for the purpose of voting through remote e-voting or for participation and voting in the meeting held through VC/OAVM. Corporate/ Institutional Members (i.e. other than Individuals, HUF, NRI, etc.) are also required to send scanned certified true copy (PDF Format) of the Board Resolution/ Power of Attorney / Authority Letter, etc., together with attested specimen signature(s) of the duly authorized representative(s), to the Company at e-mail id: bwpl9@yahoo.com.

5. Since the AGM will be held through VC/OAVM Facility, the Route Map is not annexed in this Notice as required under Secretarial Standard-02 (SS-02).

6. Attendance of the Members participating in the AGM through VC/OAVM Facility shall be counted for the purpose of reckoning the quorum under Section 103 of the Act.

7. An Explanatory Statement pursuant to Section 102(1) of the Companies Act, 2013, relating to the Special Businesses to be transacted at the Meeting is annexed hereto and forms part of this notice.

8. Additional information, pursuant to the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, and the applicable Secretarial Standard, on Directors recommended by the Board for appointment/ re-appointment at the AGM is annexed hereto.

9. Relevant documents referred to in the accompanying Notice and the statement are open for inspection by the members in the electronic mode. For this purpose, members may write to the Company seeking any document for inspection

on bwpl9@yahoo.com. The same will be replied by the Company suitably.

10. The Register of members and share transfer books of the Company shall remain closed from Saturday, December 5, 2020 to Monday, December 14, 2020 (Both days inclusive).

11. Kind attention of the members holding shares in physical form:

    SEBI has mandated submission of Permanent Account Number (PAN) and bank details by every participant in the securities market. Members holding shares in electronic form are, therefore, requested to submit their PAN details to their depository participants. Members holding shares in physical form are requested to submit their PAN details to the Company's RTA.

    Securities of listed companies would be transferred in dematerialised form only, effective from April 01, 2019. In view of the same members holding shares in physical form are requested to consider converting their holdings to dematerialized form to eliminate all risks associated with physical shares and for ease of portfolio management.

    Members can contact the Company's RTA for assistance in this regard at following address:
    M/s. KFin Technologies Private Limited (formerly known as Karvy Fintech Private Limited) Selenium Tower B, Plot 31-32, Gachibowli, Financial District, Nanakramguda, Hyderabad - 500 032
    Toll free no.: 1800-3454-001
    email: einward.ris@kfintech.com

12. In support of the "Green Initiative" announced by the Government of India and in view of the MCA Circulars & SEBI Circular and on account of threat posed by COVID-19 pandemic situation, a copy of the Annual Report and this Notice, inter alia indicating the process and manner of remote e-voting, are being sent only through electronic mail to the members, and to all other persons so entitled and express our inability to dispatch hard copy of the same to the members of the Company. The Notice of the AGM of the Company and copy of Annual Report 2019-20 are also available on the Company's website http://www.kprindustries.in and on the website of BSE Limited at https://www. bseindia.com and also on the website of RTA at https://emeetings.kfintech.com.

13. Members who have not registered their e-mail addresses so far, are requested to register their e-mail address for receiving all communication including Annual Report, Notices and Circulars etc., from the Company electronically.

14. To facilitate such shareholders to receive this notice electronically and cast their vote electronically, the Company has made special arrangement with its RTA for registration of email address in terms of the aforesaid MCA Circulars & SEBI Circular.

15. **THE PROCESS FOR REGISTRATION OF EMAIL ADDRESSES IN THE FOLLOWING:**

Those members who have not registered their email address with the Company and who wish to participate in the AGM or cast their vote through remote e-Voting or through the e-Voting system during the meeting, are requested to get their email addresses registered by following the procedure given below:

a) Members holding shares in demat form can get their e-mail ID registered by contacting their respective Depository Participant.

16. Members holding shares in physical form may register their email address and mobile number with Company's RTA by sending an e-mail request at einward.ris@kfintech.com along with signed scanned copy of the request letter providing the email address, mobile number, self-attested PAN copy and

copy of share certificate for registering their email address and receiving the Annual report, AGM Notice and the e-voting instructions.

17. Members can submit questions in advance from their registered email address, mentioning their name, DP ID and Client ID number /folio number and mobile number, on the Company's email address bwpl9@yahoo.com from December 11, 2020 at 9.00 am I.S.T. to December 13, 2020 at 5.00 pm I.S.T. Such questions by the Members shall be taken up during the meeting and replied by the Company suitably.

18. Members, who would like to ask questions during the AGM need to register themselves as a speaker by sending their request from their registered email address mentioning their name, DP ID and Client ID number/folio number and mobile number, on the Company's email address bwpl9@yahoo.com or by visiting https://emeetings.kfintech.com and click on "Speaker Registration" from December 11, 2020 at 9.00 am I.S.T. to December 13, 2020 at 5.00 pm at I.S.T. Those Members who have registered themselves as a speaker only shall be allowed to ask questions during the AGM, depending upon the availability of time. However, it is requested to raise the questions precisely and in short at the time of meeting to enable us to answer the same. The Company reserves the right to restrict the number of speakers depending on the availability of time for the AGM.

19. Members can login and join the meeting 15 minutes prior to the scheduled time i.e. 10.45 a.m. (IST) of the meeting and the window shall be kept open till the expiry of 15 minutes after the scheduled time of meeting.

20. The VC/OAVM meeting will be held by way of teleconferencing/ webex. Members may note that the VC/OAVM Facility allows participation of at least 1,000 Members on a first-come-first-served basis. The large shareholders (i.e. shareholders holding 2% or more shareholding), promoters, institutional investors, directors, key managerial personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, auditors, etc. can attend the AGM without any restriction on account of first-come-first-served principle. Institutional Investors who are Members of the Company, are encouraged to attend and vote in the AGM through VC/OAVM Facility.

21. Instructions for participating in the AGM are as under:

    a. Members may participate in the AGM through VC/ OAVM at https://evoting.karvy.com/ by using their remote e-voting login credentials and selecting the 'Event' for Company's AGM. Members who do not have the User ID and Password for e-voting or have forgotten the User ID and Password may retrieve the same by following the remote e-voting instructions mentioned in the Notice. Further, Members can also use the OTP based login for logging into the e-voting system.

    b. Members may use smart phone/laptop to participate in the meeting, however, for the better experience it is advisable to join the meeting through Laptops connected through broad band.

    c. Members are requested to use internet with a good speed to avoid any disturbance during the meeting.

    d. Members who need technical assistance before or during the AGM, can contact RTA at https://ris. kfintech.com/agmqa/agmqa/login.aspx

22. Information relating to e-voting are as under:
    a. Pursuant to the provisions of section 108 and other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Management and Administration) Rules,

2014, as amended and regulation 44 of SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, the Company has provided to its members the facility to exercise their right to vote on resolutions proposed to be passed in the Meeting by electronic means. The members may cast their votes using an electronic voting system only.

b. The Company has engaged the services of KFin Technologies Private Limited ("RTA") as the Agency to provide remote e-voting/ e-voting facility.

c. The Board of Directors of the Company has appointed Ms. D. Soumya, Practicing Company Secretary (M. No: ACS 29312, C.P. No. 13199) as scrutinizer to scrutinize the e-voting process in a fair and transparent manner.

d. Voting rights shall be reckoned on the paid-up value of shares registered in the name of Member/ Beneficial owner (in case of electronic shareholding) as on the cut- off date i.e. Friday, December 4, 2020.

e. Voting rights shall be reckoned on the paid-up value of shares registered in the name of Member/ Beneficial owner (in case of electronic shareholding) as on the cut- off date i.e. Friday, December 4, 2020.

f. The remote e-voting facility will be available during the following period:

Commencement of remote e-voting: from 9.00 a.m. (IST) on December 11, 2020.

End of remote e-voting: up to 5.00 P.M. (IST) on December, 13, 2020.

g. The remote e-voting will be blocked beyond the aforesaid date and time and the e-voting module shall be disabled by RTA upon expiry of the aforesaid period. The Scrutinizer, after scrutinizing the votes cast through remote e-voting/ e-voting, will, not later than 48 hours of conclusion of the Meeting through VC/ OAVM, make a scrutinizer's report and submit the same to the Chairman. The voting results declared along with the scrutinizer's report shall be placed on the website of the Company http://www.kprindustries.in and the stock exchanges. Subject to receipt of requisite number of votes, the resolutions shall be deemed to be passed on the date of the AGM through VC/ OAVM i.e. December 14, 2020.

h. Any person who becomes a member of the Company after sending the Notice of the Meeting on their respective email IDs and holding shares as on the cut-off date i.e., Friday, December 04, 2020, may obtain the User ID and password by sending email to RTA's website at evoting@karvy.com or may call RTA's toll free number 1800-3454-001.

i. The members who have cast their vote by remote e-voting prior to the AGM may also attend/ participate in the AGM through VC / OAVM but shall not be entitled to cast their vote again.

j. The Members present in the AGM through VC / OAVM facility and have not cast their vote on the Resolutions through remote e-voting, and are otherwise not barred from doing so, shall be eligible to vote through e-voting system during the AGM.

23. Instructions for remote e-voting are explained below:

A. Members whose email IDs are registered with the Company/ Depository Participant(s), will receive an email from KFintech which will include details of E-Voting Event Number (EVEN), USER ID and password. They will have to follow the following process:

i. Launch internet browser by typing the URL: https:// evoting.karvy.com.

ii. Enter the login credentials (i.e. User ID and password). In case of physical folio, the User

ID will be E-Voting Event Number + Folio No. In case of Demat account, the User ID will be your DP ID and Client ID. However, if you are already registered with RTA for e-voting, you can use your existing User ID and password for casting your vote. If required, please visit https://evoting.karvy.com or contact toll free number 1800-3454-001 for your existing password.

iii. After entering these details appropriately, click on "LOGIN". You will now reach password change Menu wherein you are required to mandatorily change your password. The new password shall comprise minimum 8 characters with at least one upper case (A-Z), one lower case (a- z), one numeric (0-9) and a special character (@, #, $, etc.). The system will prompt you to change your password and update your contact details like mobile number, email address, etc. on first login. You may also enter a secret question and answer of your choice to retrieve your password in case you forget it. It is strongly recommended that you do not share your password with any other person and that you take utmost care to keep your password confidential.

iv. You need to login again with the new credentials.

v. On successful login, the system will prompt you to select the E-Voting Event Number for Sri KPR Industries Limited. On the voting page enter the number of shares (which represents the number of votes) as on the cut- off date under "FOR/ AGAINST" or alternatively, you may partially enter any number in "FOR" and partially in "AGAINST" but the total number in "FOR/ AGAINST" taken together should not exceed your total shareholding as on the cut- off date. You may also choose the option "ABSTAIN" and the shares held will not be counted under either head.

vi. Members holding shares under multiple folios/ demat accounts shall choose the voting process separately for each of the folios / demat accounts.

vii. Voting has to be done for each item of the Notice separately. In case you do not desire to cast your vote on any specific item it will be treated as abstained.

viii. You may then cast your vote by selecting an appropriate option and click on "Submit".

ix. A confirmation box will be displayed. Click "OK" to confirm else "CANCEL" to modify.

x. Once you confirm, you will not be allowed to modify your vote. During the voting period, members can login any number of times till they have voted on the Resolution(s).

xi. For any assistance, kindly contact the toll free number 1800-3454-001.

B. Members whose email IDs are not registered with the Company/Depository Participant(s), and consequently the Annual Report, Notice of AGM and e-voting instructions cannot be serviced, will have to follow the following process:

i. Members who have not registered their email address and in consequence the Annual Report, Notice of AGM and e-voting instructions cannot be serviced, may temporarily get their email address and mobile number provided with the RTA, by accessing the link: https://karisma.kfintech.com/email reg. Members are requested to follow the process as guided to capture the email address and mobile number for sending the soft copy of the notice and e-voting instructions along with the User ID and Password. In case of any queries, member may write to einward.ris@kfintech.com.

ii. Alternatively, member may send an e-mail request at the email id einward.ris@kfintech.com along with scanned copy of the signed copy of the request letter providing the email address, mobile number, self-attested PAN copy and Client Master copy in case of electronic folio and copy of share certificate in case of physical folio for sending the Annual report, Notice of AGM and the e-voting instructions.

iii. After receiving the e-voting instructions, please follow all steps mentioned in Point (A) above to cast your vote by electronic means.

C. E-voting during AGM:

Only those Members, who will be present at the AGM including through VC/ OAVM and have not cast their vote through remote e-Voting are eligible to vote through e-Voting in the AGM. However, members who have voted through Remote e-Voting will be eligible to attend the AGM. A Member can opt for only single mode of voting i.e. through Remote e-voting or voting during AGM. If a Member casts votes by both modes, then voting done through Remote e-voting shall prevail and vote during the AGM shall be treated as invalid.

In case of any query and/or grievance, in respect of voting by electronic means, Members may refer to the Help & Frequently Asked Questions (FAQs) and E-voting user manual available at the download section of https://evoting.karvy.com (RTA's Website) or call RTA's toll free No. 1800-3454-001 for any further clarifications.

PROCEDURE FOR REMOTE E-VOTING

A. The Company has appointed M/s. KFin Technologies Private Limited ("Karvy") to provide the remote e-voting facility. The instructions for remote e-voting are as under:

1. In case of members receiving an email from M/s. KFin Technologies Private Limited:

i. The e-voting commences on Friday, December 11, 2020 at 9.00 A.M. and ends on Sunday, December 13, 2020 at 5.00 P.M. IST. During this period, Members of the Company holding shares either in physical form or dematerialized form, as on the cut-off date i.e., December 4, 2020, may cast their vote electronically. The e-voting module shall be disabled by Karvy for voting thereafter.

ii. Launch an internet browser and open http://evoting.karvy.com

iii. Enter the login credentials i.e User ID and password, provided in the email received from M/s. KFin Technologies Private Limited as below:

User – ID	**For Members holding shares in Demat form**:- a) For NSDL :- 8 Character DP ID followed by 8 Digits Client ID b) For CDSL :- 16 digits beneficiary ID **For Members holding shares in Physical Form:-** Event no. followed by Folio Number registered with the Company.
Password	Your password is sent though e-mail/ printed on the covering letter
Captcha	Enter the Verification code i.e., please enter the alphabets and numbers in the exact way as they are displayed for security reasons.

iv. After entering the above details click on – **Login**.

v. Password change menu will appear. Change the password with a new password of your choice. The new password shall comprise of minimum 8 characters with at least one upper case (A-Z), one lower case (a-z), one numeric (0-9) and a special character (@,#,$,etc.).The system will also prompt you to update your contact details like mobile number, email ID, etc. on first login. You may also enter a secret question and answer of your choice to retrieve your password in case you forget it. It is strongly recommended that you do not share your password with any other person and that you take utmost care to keep your password confidential. After changing the password, you need to login again with the new credentials.

vi. If you are holding shares in Demat form and had logged on to https://evoting.karvy.com and casted your vote earlier for any Company, then your exiting login id and password are to be used.

vii. On successful login, the system will prompt you to select the E-voting event.

viii. Select 'EVENT' of SRI KPR INDUSTRIES LIMITED and click on - **Submit.**

ix. Now you are ready for e-voting as 'Ballot Form' page opens.

x. On the voting page, you will see Resolution Description and against the same the option 'FOR/ AGAINST/ ABSTAIN' for voting. Enter the number of shares (which represents number of votes) under 'FOR/ AGAINST/ ABSTAIN' or alternatively you may partially enter any number in 'FOR' and partially in 'AGAINST', but the total number in 'FOR/ AGAINST' taken together should not exceed your total shareholding. If the shareholder do not wants to cast, select 'ABSTAIN'.

xi. After selecting the resolution you have decided to vote, click on **"SUBMIT"**. A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.

xii. Upon confirmation, the message **"Vote cast successfully"** will be displayed.

xiii. Once you **'CONFIRM'** your vote on the resolution, you will not be allowed to modify your vote.

xiv. Corporate/ Institutional members (Corporates/ Financial Institutions/ FII's/ Trust/ Mutual Funds/ Banks, HUF, NRI etc) are required to send scanned copy (PDF/ JPEG format) of the relevant Board resolution/ Authority Letter together with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer through e-mail to **gsoumya.cs@gmail.com** with a copy to evoting@karvy.com. They may also upload the same in the e-voting module in their login. The scanned image of the above mentioned document should be in the naming format "**Corporate Name: Sri KPR Industries Limited, Event no**."

2. In case of members receiving Physical copy of Notice of AGM and Attendance Slip [for members whose e-mail IDs are not registered with the Company/ Depository Participant (s)]:

   i. USER ID and Password is provided separately.

   ii. Please follow all steps from Sr. No. (a)(i) to (a)(xiii) mentioned above, to cast vote.

B. In case of any queries relating to e-voting, please visit "Help & FAQs" section on M/s. KFin Technologies Private Limited website: https://evoting.karvy.com.

i. The voting rights of Members shall be in proportion to their shares in the paid up equity share capital of the Company as on the cut-off date. A person, whose name is recorded in the register of members or in the register of beneficial owners maintained by the depositories as on the cut-off date only shall be entitled to avail the facility of remote e-voting, as well as voting at the Meeting through electronic voting system or poll paper.

ii. Members who have acquired shares after the dispatch of Notice of AGM and holding shares as on the cut-off date, may obtain the user ID and Password by sending a request at evoting@karvy.com.

   a. However, if you are already registered with M/s. KFin Technologies Private Limited for remote e-voting, then you can use your existing user ID and Password/PIN for casting your vote.

   b. If you forget your password, you can reset your password by using "Forgot User Details/ Password" option available on https://evoting.karvy.com.

iii. The scrutinizer shall, immediately after the conclusion of remote e-voting at the Annual General Meeting, first count the votes casted at the meeting and thereafter unblock the votes cast through remote e-voting in presence of at least two (2) witnesses not in the employment of the Company and make within a period not exceeding 2 (Two) days from conclusion of the AGM, a consolidated Scrutinizer's Report of the total votes cast in favour or against, if any, to the Chairman of the Company or person authorized by him of the Company.

iv. The Results of the voting declared along with Scrutinizer's Report(s) will be placed on the website of the Company http://www.kprindustries.in. The Company shall simultaneously forward the results to BSE Limited where the shares of the Company are listed.

v. The resolution shall be deemed to be passed on the date of the AGM, subject to receipt of sufficient votes through a compilation of voting results.

ITEM NO. 2 & 3:

In terms of Section 152(6)(a) of the Companies Act, 2013, not less than two-third of the total number of directors of the public Company are liable to retire by rotation, unless the articles of association of such Company provide for retirement of all directors at every Annual General Meeting. The explanation to Section 152(6)(a) of the Companies Act, 2013 states that the term of "total number of directors" shall not include Independent Directors of a company. Further, Section 149(13) of the Companies Act, 2013, provides that Section 152(6) and 152(7) dealing with retirement of directors by rotation shall not be applicable to Independent Directors.

In accordance with Section 152(6)(c) of the Companies Act, 2013 one-third of the total number of directors are liable to retire by rotation or if the number is neither three or a multiple of three, then the number nearest to one third shall retire at the AGM of a Company every year.

The Company has 9 Directors, out of whom 4 are executive Directors, 2 are Non-executive Directors and 3 are Independent Directors, out of whom Mr. Srinath Reddy Nalla, and Mr. Gaddam Raja Reddy, have been long in the office. In order to ensure compliance of section 152 of the Companies Act, 2013, Mr. Srinath Reddy Nalla, and Mr. Gaddam Raja Reddy, retire by rotation at the ensuing Annual General Meeting and being eligible are seeking re-appointment. This retirement and reappointment is only to comply with the provisions of the Companies Act, 2013 and as such shall not be treated as break in the employment of Mr. Srinath Reddy Nalla, and Mr. Gaddam Raja Reddy, as Whole Time Directors of the Company.

In view of the above, the Board recommends the re-appointment of Mr. Srinath Reddy Nalla, and Mr. Gaddam Raja Reddy as Directors of the Company and their continuation as Directors of the Company on terms and conditions approved by the members.

The Board of Directors recommends the resolution set out in item No. 2 & 3 for approval of members.

ANNEXURE TO THE NOTICE
DETAILS OF DIRECTORS RETIRING BY ROTATION/ SEEKING APPOINTMENT/ RE-APPOINTMENT AT THE ENSUING ANNUAL GENERAL MEETING
{Regulation 36(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015; Secretarial Standards on General Meetings}

Particulars	Mr. Srinath Reddy Nalla	Mr. Gaddam Raja Reddy
DIN:	00052862	00126854
Age	54 years	79 years
Nationality	Indian	Indian
Date of first appointment on the board	29/09/2001	29/12/2000
Qualification	MBA	HSC
Experience including expertise in specific functional areas/ Brief Resume	25 years of experience in Marketing & General Administration	Experience over 40 years in finance & General Administration.
Terms and Conditions of Appointment/ Re-appointment	As per the terms decided by the board.	As per the terms decided by the board.
Remuneration last drawn	Nil	Nil
Remuneration proposed	The director is proposed to be reappointed without any remuneration	The director is proposed to be reappointed without any remuneration
Comparative remuneration profile with respect to industry, size of the Company, profile of the positions and person.	Compared to the size of the Company and the position of Mr. Srinath Reddy Nalla and the type of Industry the proposed remuneration is Reasonable	Compared to the size of the Company and the position of Mr. Gaddam Raja Reddy and the type of Industry the proposed remuneration is Reasonable
Recognition and Awards	Nil	Nil
Shareholding in the Company as on March 31, 2020	8,03,622	14,83,802
Directorships held in other Companies as on March 31, 2020	5	2
Chairmanships/ Memberships of Committees of other Boards	NIL	NIL
Relationship with other Directors	Mr. Srinath Reddy Nalla is Son-in-Law of Mr. Kishan Reddy Nalla.	NIL
Number of meetings attended during the year	6	6

By Order of the Board of Directors
For Sri KPR Industries Limited
Sd/-
Kishan Reddy Nalla
Managing Director
DIN: 00038966

EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013:

ITEM NO. 5:

Mr. Jagadeeshwar Reddy Podduturi was appointed as an Independent Director of the Company pursuant to Section 149 of the Companies Act, 2013 ("the Act") read with Companies (Appointment and Qualification of Directors) Rules, 2014.

Based on the recommendation of the Nomination and Remuneration Committee, the Board of Directors after taking into account the performance evaluation of Mr. Jagadeeshwar Reddy Podduturi, during his first term of five years and considering the knowledge, acumen, expertise and experience in the respective field and the substantial contribution made by him during his tenure as an Independent Director since his appointment, has recommended to the Board the continued association of this Director as an Independent Director would be in the interest of the Company. Based on the above, the Nomination & Remuneration Committee and the Board has recommended the re-appointment of Mr. Jagadeeshwar Reddy Podduturi as an Independent Directors on the Board of the Company, to hold office for the second term of five consecutive years commencing from 14th November, 2020 and not liable to retire by rotation.

None of the Directors/ Key Managerial Personnel and their relatives are interested in the aforesaid resolution except to the extent of shares held by them.

Brief profile is as under:

Particulars	Mr. Jagadeeshwar Reddy Podduturi
DIN:	02582809
Age	70 Years
Nationality	Indian
Date of first appointment on the board	06/01/2009
Qualification	M.Com
Experience including expertise in specific functional areas/ Brief Resume	30 years' experience in Management and Operations.
Terms and Conditions of Appointment/ Re-appointment	As per the terms decided by the board.
Remuneration last drawn	Nil
Remuneration proposed	The Director is being appointed as an Independent Director without any remuneration
Comparative remuneration profile with respect to industry, size of the Company, profile of the positions and person.	Not applicable
Recognition and Awards	Nil
Shareholding in the Company as on March 31, 2019	Nil
Directorships held in other Companies as on March 31, 2020	➢ SRI KPR INFRA & PROJECTS LIMITED ➢ 6S PHARMA SOLUTIONS PRIVATE LIMITED
Chairmanships/ Memberships of Committees of other Boards	Nil
Relationship with other Directors	-
Number of meetings attended during the year	6

ITEM NO. 6:

Ms. Indani Venkata Lakshmi is appointed as an Independent Director of the Company pursuant to Section 149 of the Companies Act, 2013 ("the Act") read with Companies (Appointment and Qualification of Directors) Rules, 2014.

Pursuant to the recommendation of the Nomination & Remuneration Committee and the Board of Directors, Ms. Indani Venkata Lakshmi (DIN: 06964136) who has submitted a declaration that she meets the criteria for independence as provided under Section 149(6) of the Act and Regulation 16(1)(b) of the Securities Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015 be and is hereby appointed as an Independent Director of the Company, not liable to retire by rotation, for a period of 5 (Five) years commencing from December 14, 2020."

None of the Directors/ Key Managerial Personnel and their relatives are interested in the aforesaid resolution except to the extent of shares held by them.

Brief profile is as under:

Particulars	Ms. Indani Venkata Lakshmi
DIN:	06964136
Age	47 Years
Nationality	Indian
Date of first appointment on the board	14.12.2020
Qualification	ACS, LLB, B.Com,CAIIB-1, DCCP, LLM
Experience including expertise in specific functional areas/ Brief Resume	A Gold Medalist in Company Secretaryship and having excellent academic track record. Possessing 19 years of Corporate experience in the fields of Secretarial, Legal and Finance. Worked in Listed companies as Group Company Secretary and Chief Compliance officer. Implemented various policies and procedures as per LODR and handled complex capital market transactions like FPO, Rights Issue, FCCB Issue and Redemption, Issue of NCDs, NCRPS, and listed the securities of the companies in both BSE & NSE. Rich experience in advising and management of Listed Companies in terms of Legal, Company Secretarial, Compliance management, Corporate Governance, Due diligence, Investor Protection on behalf of PE Firms, IPO Preparation, PE preparation, management of SHA, SPA & SSA & EXIT agreements. Handled and completed complex demerger of M/s.Gayatri Projects Limited in 2018 and listed the securities of the Resulting company in both the exchanges.
Terms and Conditions of Appointment/ Re-appointment	As per the terms decided by the board.
Remuneration last drawn	Nil
Remuneration proposed	The director is being appointed as Independent Director without any remuneration
Comparative remuneration profile with respect to industry, size of the Company, profile of the positions and person.	Not applicable
Recognition and Awards	A Gold medallist in Company Secretaryship & Qualified Insolvency Professional Registered with IBBI
Shareholding in the Company as on March 31, 2019	Nil

Directorships held in other Companies as on March 31, 2020	Nil
Chairmanships/ Memberships of Committees of other Boards	Nil
Relationship with other Directors	-
Number of meetings attended during the year	Nil

By Order of the Board of Directors
For Sri KPR Industries Limited

Sd/-
Kishan Reddy Nalla
Managing Director
DIN: 00038966

BOARD'S REPORT

Dear Members,

The Board of Directors hereby submits the report of the business and operations of your Company, along with the audited financial statements (Standalone & Consolidated) for the financial year ended March 31, 2020.

FINANCIAL HIGHLIGHTS

(Amount in Rs.)

PARTICULARS	STANDALONE		CONSOLIDATED	
	2020	2019	2020	2019
Income from operations	5,25,15,394	10,38,74,922	16,74,92,982	35,85,91,408
Other income	3,64,88,741	4,88,92,228	4,50,09,207	80,31,663
Total Income	**8,90,04,135**	**15,27,67,150**	**21,25,02,189**	**36,66,23,071**
Consumption of Raw materials	6,86,584	85,09,458	26,73,656	2,55,33,397
Changes in inventories	2,50,33,446	1,04,73,678	7,51,72,099	1,54,71,007
Other Manufacturing Expenses	33,58,675	86,68,669	1,76,87,963	9,70,43,320
Employee benefit expenses	75,72,120	1,13,93,235	1,07,71,710	1,52,83,906
Finance cost	57,92,018	91,40,535	1,67,53,095	2,43,58,787
Depreciation	1,75,62,240	2,14,54,181	3,78,41,142	4,23,02,327
Other expenses	2,60,19,785	5,39,96,858	3,49,25,065	8,20,64,191
Total expenses	**8,60,24,868**	**12,36,36,614**	**19,58,24,730**	**30,20,56,935**
Profit/ (Loss) before tax & exceptional items	**29,79,267**	**2,91,30,536**	**1,66,77,459**	**6,45,66,136**
Exceptional items	--	--	--	(12,35,900)
Prior period items	--	--	--	--
Profit/ (Loss) before tax	**29,79,267**	**2,91,30,536**	**1,66,77,459**	**6,33,30,236**
Current tax	(4,05,674)	(50,46,580)	(16,90,832)	(1,17,45,301)
Deferred tax	1,85,68,133	1,53,80,767	2,29,03,196	3,70,76,011
Profit/ (Loss) after tax	**2,11,41,726**	**3,94,64,723**	**3,78,89,823**	**8,86,60,946**

BUSINESS OPERATIONS

Your Company's strength lies in identification, planning execution and successful implementation of the projects undertaken by it.

Presently, the Company has interest in pipe manufacturing and wind power generation. During the year under review the Company has made a turnover of Rs.5.25 Crores as against previous turnover of Rs.10.38 Crores thereby resulting in reduction of the turnover. Earned net profit of Rs.2.11 Crores as against the previous year Profit of Rs.3.94 Crores.

On a consolidated basis, the Company has achieved a turnover of Rs. 16.74 Crores as against the previous year turnover of Rs. 35.85 Crores thereby resulting in reduction of the turnover and the company has achieved net profit of Rs.3.78 Crores as against the previous net profit of Rs. 8.86 crores.

However, the EPS is Rs. 1.88 as against the previous year of Rs.3.13. the decrease in the EPS is primarily due to Increase in overheads.

STATE OF COMPANY AFFAIRS:

Duringthe period under review there is decrease in turnover as compared to last year due to the following reasons:

1) Decreasing demand for AC Pipes, because the Government departments have started using alternative pipes in Drinking Water Supply schemes in place of Cement Pipes.

2) There are no new orders on hand for execution of Drinking Water Supply Schemes, since the Telangana State Government has completed the Drinking Water Supply to entire State under Mission Bhagiratha (Grid).In view of this position the demand of A.C. Pipes as well as the scope of Drinking Water Supply Schemes in future, is bleak.

3) Considering the above issues, the turnovers and consequently the profitability for the current financial year (2020-21) may also be on the lower side.

4) You are aware that, considering the reducing prospects of AC Pressure Pipes business, the company has started investing in Wind Mills with a hope to get the standard returns to meet the company over heads &sustain a reasonable dividend to the shareholders. This step proved correct and as expected from last 5 / 6 years the company has been paying dividend regularly from the year 2012-13.

5) During 2018-19 Sri KPR Infra & Projects Ltd (100% subsidiary of Sri KPR Industries Ltd) has invested in 6MW wind mill projects of Maharashtra state for the purpose of supplying the power to Indian Railways by forming SPV (Special Purpose Vehicle) by name "Sri Pavan Energy Pvt. Ltd", Originally the project was to commission by the end of December'2018. However, the project is delayed due to inter departmental procedures between MSEDCPL & India Railways. However now started supply of part power to Railways from July' 2020 and balance part supply by October' 2020. The revenues are expected during December' 2020.

6) In recent years there is abnormal delay of more than two years, in getting the payments of wind generation bills from A.P. State Electricity Board.

7) Recently the Government of A.P. stopped the payments (current as well as overdue) to all the Wind Power generators and commenced renegotiation of the tariffs as a policy and the issue has now become a subject matter of debate and dispute between the industry and the Government and at present the case is pending in High Court. This position is likely to continue and thus will adversely impact the cash flows on account of non-receivables from AP Government and consequently the profitability of the company.

8) The payments from execution of Drinking Water Supply Schemes were also delayed beyond Six months due to non-availability of funds with the State Government.

9) All the above factors of non-receipt of payments have had adverse effect on the cash flows and profitability of the company and this is expected to continue during present financial year i.e., during 2020-21 also .

10) The future of the company and its growth is mainly dependent on the outcome of policy decisions of the Government of AP and the release of payments in time both in respect of the current bills as well as long overdue bills.

11) The company had borrowed funds from banks/financial Institutions for funding its Wind Power Generation Projects. The cash inflows from these projects is inordinately delayed for factors mentioned herein above and added to such cash crunch the interest burden further stressed the situations. The repayment schedules of the principal amount borrowed further caused immense stress on the liquidity position of the Company. These circumstances, caused due to uncertainty of revenue cash inflows, compelled the Company to dispose of the long term investment in the shares of Balaji Amines Limited (a listed company) and the proceeds were used to repay the entire term loans. The repayments were

made in F.Y. 2020-21 and such an action resulted in easing the stress on the commitments of the company and also resulted in savings on interest cost.

12) The mercantile system of accounting mandated by Company's Act, required the entire invoiced power generation bills to be recognized as income, while not more than 50% of the same are actually realized. Such mandatory accounting treatment caused additional tax burden on the profits of the company.

DIVIDEND

Your directors have not recommended any dividend for the financial year due to Liqidity Problem

RESERVES

The board has not transferred any amount to Reserves for the year 2019-20.

EVENTS SUBSEQUENT TO THE DATE OF FINANCIAL STATEMENTS:

There are no material changes and commitments affecting financial position of the Company between March 31, 2020.

DEPOSITS

Your Company has not accepted any deposits from public and as such, no amount on account of principal or interest on deposits from public was outstanding as on the date of the balance sheet.

PARTICULARS OF LOANS, GUARANTEES ORINVESTMENTS

During the year under review, the Company has not given any loan, provided guarantee or made any investment falling under the provisions of Section 186 of the Companies Act, 2013. However the details of existing investments are provided in the Financial Statements of the Company.

MATERIAL CHANGES AND COMMITMENTS AFFECTING THE COMPANY

There have been no material changes and commitments affecting the financial position of the Company between the end of the financial year and date of this report.

DIRECTORS AND KEY MANAGERIAL PERSONNEL

In accordance with the provisions of the Companies Act, 2013 and the Articles of Association of the Company, Mr. Srinath Reddy Nalla and Mr. Gaddam Raja Reddy retire by rotation at the ensuing Annual General Meeting and being eligible, offer themselves for re-appointment.

During the year,

1. Mr.Krishna Prasad Srinivas (DIN: 00360198) resigned as a director on 01.09.2019
2. Mr. Indrasena Reddy Gaddam (DIN: 00052355) was appointed as an Additional Director on 03.09.2019 and was appointed as a Non-Executive Independent Director at the AGM held on 30.09.2019
3. Ms. V. Satya Lakshmi Sambhavi (Membership Number: A-55250) has resigned as Company Secretary w.e.f. 30th September, 2019
4. Mr. Narla Krishna Kishore (Membership Number: A-61302) was appointed as Company Secretary w.e.f. 8th February, 2020.

However post closure of financial year following changes has taken place

1. Mr. Narla Krishna Kishore has resigned as Company Secretary w.e.f. August 06th , 2020
2. Ms.Channamalla Pratusha was appointed as Company Secretary w.e.f. August 31st, 2020.

3. Mr. Jagadeeshwar Reddy Podduturi (DIN: 02582809), who holds office as Independent Director up to November 13, 2020 has been proposed for another five consecutive years commencing from November 14, 2020.
4. Ms. Indani Venkata Lakshmi (DIN: 06964136) was proposed to be Appointed as an Independent Director and the same was proposed by Nomination and Remuneration Committee Meeting held on 11.11.2020 w.e.f December 14, 2020 to December 13, 2025
5. Mr. Indrasena Reddy Gaddam has tended his resignation with effect from December 14, 2020

The following are the Directors Retiring by Rotation:

1. Mr. Srinath Reddy Nalla
2. Mr. Gaddam Raja Reddy

DIRECTORS RESPONSIBILITY STATEMENT

Pursuant to section 134(5) of the Companies Act, 2013, the Board of Directors, to the best of their knowledge and ability, confirm that:

i. in the preparation of the annual accounts, the applicable accounting standards have been followed and there are no material departures;

ii. the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2020 and of the profit of the Company for that period;

iii. the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;

iv. the Directors have prepared the annual accounts on a going concern basis;

v. the Directors have laid down internal financial controls to be followed by the Company and such internal financial controls are adequate and operating effectively;

vi. the Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

DECLARATION BY INDEPENDENT DIRECTORS

The Company has received declarations from all the Independent Directors of the Companyas required under Section 149(7) of the Companies Act, 2013 confirming that they meet the criteria of indpendence prescribed under Section 149(6) of the Companies Act, 2013.

NUMBER OF MEETINGS OF THE BOARD

The Board of Directors met 6 (Six) times during the year. Particulars of meetings held and attended by each Director are detailed in the Corporate Governance Report, which forms part of the report.

COMMITTEES OF THE BOARD

Currently the Board has 3 committees:

a. Audit Committee
b. Nomination and Remuneration Committee
c. Stakeholder Relationship Committee.

A detailed note on the composition of the Board and its committees is provided in the Corporate Governance Report. Further during the year, all the recommendations made by Audit committee were accepted by the Board.

DETAILS OF SUBSIDIARIES/ ASSOCIATES/ JOINT VENTURES

During the year, the Board of Directors ('the Board') reviewed the affairs of its Wholly Owned Subsidiary i.e. Sri KPR Infra & Projects Limited. In accordance with Section 129(3) of the Companies Act, 2013 consolidated financial statements of the Companyforms part of the Annual Report. A statement containing the salient features of the financial statements of the Subsidiary Company in the prescribed **Form AOC-1** is appended as **"Annexure I"** to the Board's report.

In accordance with Section 136 of the Companies Act, 2013 the audited financial statements including the consolidated financial statements and related information of the Company and audited accounts of M/s. Sri KPR Infra & Projects Limited, Wholly owned subsidiary is available for inspection during business hours at our registered office on all working days till the date of Annual General Meeting of the Company.

PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES

During the year your Company has not entered into any fresh contracts/ arrangements falling under the provisions of Section 188 of the Companies Act, 2013.

CONSERVATION OF ENERGY, RESEARCH AND DEVELOPMENT, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO

Information with respect to conservation of energy, technology absorption, foreign exchange earnings and outgo pursuant to Section 134(3)(m) of the Act read with Companies (Accounts) Rules, 2014 is prepared and is enclosed as **"Annexure II".**

INTERNAL FINANCIAL CONTROL AND ITS ADEQUACY

The Board of your Company has laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and operating effectively. Your Company has adopted policies and procedures for ensuring the orderly and efficient conduct of its business, including adherence to the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial disclosures.

The details in respect of internal financial control and their adequacy are included in the management discussion & analysis report, which forms part of this report.

PARTICULARS OF EMPLOYEES

Having regard to the provisions of Section 136(1), statement of top ten employees in terms of remuneration drawn and particulars of employees (under Section 197(12) of the Companies Act, 2013 read with Rule 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is enclosed as Annexure III which forms part of Annual Report.

POLICY ON DIRECTOR'S APPOINTMENT AND REMUNERATION

The Company's policy on Director's appointment and remuneration and other matters provided under Section 178(3) of the Companies Act, 2013 has been disclosed under Corporate Governance Report, which forms part of this report.

CHANGE IN THE NATURE OF BUSINESS

During the year, there was no change in the nature of business carried out by the Company.

EXTRACT OF ANNUAL RETURN

In accordance with Section 134(3)(a) of the Companies Act, 2013, an extract of the annual return in the prescribed format is appended as **"Annexure IV"** to the Board's report.

BOARD EVALUATION

The Board has carried out an annual evaluation of its own performance, its committees and Individual Directors pursuant to the provisions of the Act and the corporate governance requirements as prescribed by SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015.

The performance of the board and committees constituted was evaluated after seeking inputs from all the Directors such as effectiveness of board processes, information and functioning, etc.

The Board and the Nomination & Remuneration committee reviewed the performance of the individual directors on the basis of the criteria such as the contribution of the individual director to the board and committee meetings like preparedness on the issues to be discussed, meaningful and constructive contribution and inputs in meetings, etc. In addition, the Chairman was also evaluated on the key aspects of his role.

In a separate meeting of independent directors, performance of non-independent directors, performance of the board as a whole and performance of the Chairman was evaluated, taking into account the views of Executive Directors and Non-Executive Directors.

AUDITORS

STATUTORY AUDITORS

As per the provisions of the Act, M/s. Ayyadevara & Co, Chartered Accountants have been appointed as Statutory Auditors for a period of 5 (Five) years in the AGM held in 2017 subject to ratification at every Annual General Meeting.

M/s. Ayyadevara & Co, Chartered Accountants have informed the Company that their appointment, if ratified, would be within the limits prescribed under Section 141 of the Companies Act, 2013 and they have also furnished a declaration in terms of section 141 of the Companies Act, 2013 that they are eligible to be appointed as auditors and that they have not incurred any disqualification under the Companies Act, 2013.

SECRETARIAL AUDITOR

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the board has re-appointed **BS & Company, Company Secretaries LLP** for a consecutive period of 3 consecutive years to conduct Secretarial Audit of the Company. The Secretarial Audit Report for the financial year ended March 31, 2020 is annexed herewith marked as **"Annexure V"** to this Report. The Secretarial Audit Report contains the following observations:

1. *All the shares held by Promoters are in dematerialization mode except 300 shares which are held in physical form the promoters are unable to trace the existing Share Certificates relating to shares held in by them in Physical Mode.*

   The Management has advised promoters for applying duplicate share Certificates and Dematerialize the same at the earliest.

2. *There was no Non Compliance, however inadvertently the Constitution of Nomination and Remuneration Committee was wrongly mentioned in the Corporate Governance Report Filed with BSE for which penalty has been levied and paid.*

QUALIFICATIONS IN AUDIT REPORT:

There are no adverse remarks or any disclaimer remark against the Company by the statutory auditor in their report.

FRAUDS REPORTED BY AUDITORS

During the year, there were no frauds reported by the Auditors falling under Section 143 of the Companies Act, 2013.

RISK MANAGEMENT POLICY

Risk Management framework of your Company which ensures regular review by management to proactively identify the emerging risks, to do risk evaluation and risk prioritization along with development of risk mitigation plans and action taken. The various risks, including the risks associated with the economy, regulation, competition, foreign exchange, interest rate etc., are documented, monitored and managed efficiently.

CORPORATE GOVERNANCE

In terms of Schedule V of Listing Regulations, a detailed report on Corporate Governance along with Compliance certificate issued by Statutory Auditors of the Company is attached and forms integral part of this Annual Report.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Management Discussion and Analysis Report as required under LODR Regulations, is disclosed separately in the current Annual Report.

INFORMATION REQUIRED UNDER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION & REDRESSAL) ACT, 2014

Your Company is committed in creating and maintaining an atmosphere in which employees can work together without fear of sexual harassment, exploitation or intimidation. As required under the provisions of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressed) Act, 2013, your Company has constituted an Internal Complaints Committee. No complaints were received by the committee during the year under review. Since the number of complaints filed during the year was NIL, the Committee prepared a NIL complaints report. This is in compliance with section 22 of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressed) Act, 2013.

SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS

There were no significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and Company's operations in future.

COMPLIANCE BY LARGE CORPORATES:

Your Company did not fall under the category of Large Corporates as defined under SEBI vide its circular SEBI/HO/DDHS/CIR/P/2018/144 dated November 26, 2018 as such no disclosure is required in this regard.

ACKNOWLEDGEMENTS

Your Directors take this opportunity to thank the customers, shareholders, suppliers, bankers, business partners/ associates, financial institutions and Central and State Governments for their consistent support and encouragement to the Company.

FOR AND ON BEHALF OF THE BOARD
FOR SRI KPR INDUSTRIES LIMITED

Sd/-	**Sd/-**
KISHAN REDDY NALLA	**SRINATH REDDY NALLA**
MANAGING DIRECTOR	**WHOLE TIME DIRECTOR**
DIN: 00038966	**DIN: 00052862**

Place: Secunderabad
Date: 11.11.2020

ANNEXURE – I
Form AOC-I

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

Statement containing salient features of the financial statement of Subsidiaries/ Associate Companies/ Joint Ventures

PART "A": SUBSIDIARIES

(Information in respect of each subsidiary to be presented with amounts in Rs)

S.NO	PARTICULARS	NAME OF THE SUBSIDIARY
		SRI KPR INFRA & PROJECTS LIMITED
1.	Reporting Period	April 1, 2019 to March 31, 2020
2.	Reporting Currency	INR
3.	Share Capital	3,50,00,000
4.	Reserve and Surplus	29,82,16,788
5.	Total Assets	71,95,40,942
6.	Total Liabilities	38,63,24,154
7.	Investments (current)	-
8.	Turnover	10,10,08,588
9.	Profit/ (Loss) before Taxation	82,38,192
10.	Provision for taxation including Deferred Tax	34,51,063
11.	Profit after taxation	1,04,04,097
12.	Proposed Dividend	-
13.	% of Shareholding	100%

PART "B": ASSOCIATES AND JOINT VENTURES – *NOT APPLICABLE*

For and on behalf of the board of directors
FOR SRI KPR INDUSTRIES LIMITED

Sd/-
KISHAN REDDY NALLA
MANAGING DIRECTOR
DIN: 00038966

Sd/-
SRINATH REDDY NALLA
WHOLE TIME DIRECTOR
DIN: 00052862

Sd/-
NANDU SIDDHA REDDY
CFO

Sd/-
PRATUSHA CHANNAMALLA
COMPANY SECRETARY
M.NO:A62462

ANNEXURE-II

CONSERVATION OF ENERGY, RESEARCH AND DEVELOPMENT, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO

A. CONSERVATION OF ENERGY

i) Steps taken or impact on conservation of energy:

Initiatives to integrate energy efficiency into overall operations are undertaken through design considerations and operational practices. The key initiatives towards conservation of energy are:

- Improved monitoring of energy consumption through smart metering and integration with building management systems;
- Continuously replacing the inefficient equipment with latest energy efficient technology and up gradation of equipment's continually.
- Increasing the awareness of energy saving within the organization to avoid wastage of energy.

ii) Steps taken by the Company to utilize alternate source of energy

- Enhancing utilization of Renewable Energy Sources.
- Exploring the feasibility of utilization of solar power at plant locations wherever possible.

iii) Capital investment on energy conservation equipment.

No major investments were made during the year on energy conservation equipment.

B. TECHNOLOGY ABSORPTION

i) The efforts made towards technology absorption

- Development & Implementation of new technique & process for manufacture of products.
- Evaluation of the alternative materials to reduce the cost of raw material
- Solar technologies for common area, parking and street lighting.

ii) Benefits derived like product improvement, cost reduction, product development or import substitution.

- Cost optimization
- Improvement in quality of products.

iii) In case of imported technology (imported during the last three years reckoned from the beginning of financial year) – NOT APPLICABLE

iv) Expenditure incurred on Research & Development – NIL

C. FOREIGN EXCHANGE EARNINGS AND OUTGO

(Amount in Rs.)

Particulars	2019-20	2018-19
Earnings	Nil	Nil
Outgo	Nil	Nil

For and on behalf of the board of directors
FOR SRI KPR INDUSTRIES LIMITED

Sd/-	**Sd/-**
KISHAN REDDY NALLA	**SRINATH REDDY NALLA**
MANAGING DIRECTOR	**WHOLE TIME DIRECTOR**
DIN: 00038966	**DIN: 00052862**

ANNEXURE – III

STATEMENT OF PARTICULARS AS PER RULE 5 OF COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014

I) Ratio of the remuneration of each director to the median remuneration of the employees of the Company for the financial year 2019-20:

S.No	Name of the Director & Designation	Remuneration of Directors for the F.Y 2019-2020 (Amount in Rs.)	Ratio of remuneration of each Director to median remuneration of employee
1.	Mr. Kishan Reddy Nalla, Managing Director	2,00,000	1.87
2.	Mr. Srinath Reddy Nalla, Whole time Director	12,00,000	11.20
3.	Mr. Bhoopal Reddy Aleti, Whole time Director	1,00,000	0.93
4.	Mr. Raja Reddy Gaddam, Whole time Director	1,00,000	0.93

II) The percentage increase in remuneration of each Director, Chief Financial Officer, Company Secretary in the financial year:

S. No	Name of the Director/ KMP & Designation	Remuneration		% increase in remuneration
		2019-2020	2018-19	
1.	Mr. Kishan Reddy Nalla, Managing Director	2,00,000	24,00,000	(91.67)
2.	Mr. Srinath Reddy Nalla, Whole time Director	12,00,000	12,00,000	-
3.	Mr. Bhoopal Reddy Aleti, Whole time Director	1,00,000	12,00,000	(91.67)
4.	Mr. Raja Reddy Gaddam, Whole time Director	1,00,000	12,00,000	(91.67)
5.	Mr. N. Siddha Reddy, Chief Financial Officer	3,50,400	3,50,400	-
@6.	Mr. Dilip Kumar Toshniwal, Company Secretary	-	50,000	-
@7.	Ms. V Satya Lakshmi Sambhavi, Company Secretary	1,20,000	1,20,000	-
@8.	N.Krishna Kishore Company Secretary	50,000	-	-

@The aforesaid details has been provided for the period employed.

III) The percentage increase in the median remuneration of employees in the financial year:

Particulars	2019-20	2018-19	Increase (%)
Median remuneration of employees	1,07,100	95,466	12.19

III) The number of permanent employees on the roll of the Company: **25 (Twenty Five)**

IV) Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration:

Particulars	Average Salary		% Increase
	2019-20	2018-19	
Employees	1,22,564	1,05,588	16.08
Managerial Personnel	3,53,400	10,86,733	(67.48)

V) Affirmation that the remuneration is as per the remuneration policy of the Company: **YES**

VI) Top ten employees in terms of remuneration drawn

S. No.	Name	Designation	Qualification(s) & Experience	Age (In years)	Date of commencement of employment	Nature of duties	Gross Remuneration	Previous Employ-ment	% of equity shares held	Name of the related Director
1.	Kishan Reddy Nalla,	Managing Director	Civil Engineer, 40 years	72	01.04.1994	Management & Administration	2,00,000	-	9.72	Mr. Srinath Reddy Nalla, Ms. Vinitha Reddy Nalla, Sri Kishan Reddy Nalla and Mr. Vineel Reddy Nalla
2.	Srinath Reddy Nalla	Whole time Director	MBA, 23 years	54	29.09.2001	Management & General Administration	12,00,000	-	3.99	- Do -
3.	Bhoopal Reddy Aleti	Whole time Director	BA, 35 years	64	30.09.2013	Overseeing Manufacturing activities	1,00,000	-	-	-
4.	Raja Reddy Gaddam	Whole time Director	HSC, 40 years	79	29.12.2000	Finance and general administration	1,00,000	-	7.37	-
5.	N. Siddha Reddy	CFO	B.Com	52	1997	Finance administration	3,50,400	-	-	-

6.	K. Rajashekar Reddy	Project Manager	B.E	40	2000	Engineering Works	2,32,320	-	-	-
7.	N. Vijith Reddy	Manager Finance	B.Com	43	1997	Finance administration	1,93,380	-	-	-
8.	K. Meena Reddy	QC Incharge	SSC	61	2005	Quality Control	1,93,380	-	-	-
9.	M. Bhoopanju Reddy	Administration	SSC	41	1997	Foreman	1,57,044	-	-	-
10.	Y Sudhakar Reddy	Site Supervisor	scc	48	1998	Site Work	1,44,684	-	-	-

For and on behalf of the board of directors
FOR SRI KPR INDUSTRIES LIMITED

Sd/-
KISHAN REDDY NALLA
MANAGING DIRECTOR
DIN: 00038966

Sd/-
SRINATH REDDY NALLA
WHOLE TIME DIRECTOR
DIN: 00052862

ANNEXURE -IV
EXTRACTS OF ANNUAL RETURN AS ON MARCH 31, 2020
FORM NO. MGT – 9

[Pursuant to Section 92(3) of the Companies Act, 2013 and Rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I.	REGISTRATION AND OTHER DETAILS	
i)	CIN	L20200TG1988PLC009157
ii)	Registration date	13.10.1988
iii)	Name of the Company	SRI KPR INDUSTRIES LIMITED
iv)	Category / Sub-Category of the Company	Category: Company Limited by Shares Sub Category: Indian Non Govt. Company
v)	Registered Office address and contact details	VthFloor, K.P.R. House, Sardar Patel Road, Secunderabad – 500003, Telangana Tel: 040-27847121 E-Mail Id: bwpl9@yahoo.com Website: www.kprindustries.in
vi)	Whether Listed Company	Yes
vii)	Name, Address and contact details of Registrar and Transfer Agent, if any	M/s. KFin Technologies Private Limited Regd Off & Corporate Off: Selenium Tower B, Plot No. 31 & 32, Financial District, Gachibowli, Nanakramguda, Serilingampally, Hyderabad – 500 032, Telangana, India. Tel: +91-40-67162222 Fax: +91-40-67161791 Email Id: support@karvy.com Website: www.kfintech.com

II.	PRINCIPAL BUISNESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10% or more of the total turnover of the Company shall be stated

S.NO	NAME AND DESCRIPTION OF MAIN PRODUCTS / SERVICES	NIC CODE OF THE PRODUCT / SERVICE	% OF THE TOTAL TURNOVER OF THE COMPANY
1	Sale of asbestos cement pressure pipes	26959	40
2	Sale of wind electric power	40108	60

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

S. NO	NAME & ADDRESS OF THE COMPANY	CIN / GLN	HOLDING/ SUBSIDIARY/ ASSOCIATE	% OF SHARES HELD	APPLICABLE SECTION
1.	Sri KPR Infra & Projects Limited. Regd Off: 5th Floor, KPR House, S.P. Road, Secunderabad–500003	U45209TG2007PLC055010	Wholly-owned Subsidiary	100%	Section 2(87)

IV. <u>SHAREHOLDING PATTERN (EQUITY SHARE CAPITAL BREAKUP AS % OF TOTAL EQUITY)</u>

i) Category wise Share Holding

Category of the shareholders	**No of shares held at the beginning of the year**				**No of shares held at the end of the year**				**% Change during the year**
	Demat	**Physical**	**Total**	**% of total shares**	**Demat**	**Physical**	**Total**	**% of total shares**	
A. PROMOTERS									
INDIAN									
Individual / HUF	1,18,15,941	300	1,18,16,241	58.65	1,18,16,041	300	1,18,16,341	58.65	0.00
Central Govt	-	-	-	-	-	-	--	-	-
State Govt(s)	-	-	-	-	-	-	-	-	-
Bodies Corporate	11,05,600	-	11,05,600	5.49	11,05,600	-	11,05,600	5.49	-
Banks / FI's	-	-	-	-	-	-	-	-	-
Any Other	-	-	-	-	-	-	-	-	-
Sub Total A-1	**1,29,21,541**	**300**	**1,29,21,841**	**64.14**	**1,29,21,641**	**300**	**1,29,21,941**	**64.14**	**0.00**
FOREIGN									
NRI's Individual	-	-	-	-	-	-	-	-	-
Other Individuals	-	-	-	-	-	-	-	-	-
Bodies Corporate	-	-	-	-	-	-	-	-	-

Banks / FI's	-	-	-	-	-	-	-	-	-
Any Other									
Sub Total A-2	-	-	-	-	-	-	-	-	-
TOTAL SHARE HOLDING OF PROMOTERS (A1 + A2)	**1,29,21,541**	**300**	**1,29,21,841**	**64.14**	**1,29,21,641**	**300**	**1,29,21,941**	**64.14**	**0.00**
B. PUBLIC SHARE HOLDING									
1. INSTITUTIONS									
Mutual funds	-	8,400	8,400	0.04	-	8,400	8,400	0.04	0.00
Banks / FI's	1,400	-	1,400	0.01	1,400	-	1,400	0.01	0.00
Central Govt	-	-	-	-	-	-	-	-	-
State Govt(s)	-	-	-	-	-	-	-	-	-
Venture Capital Funds	-	-	-	-	-	-	-	-	-
Insurance Companies	-	-	-	-	-	-	-	-	-
FII's	-	-	-	-	-	-	-	-	-
Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
Others (Specify)	-	-	-	-	-	-	-	-	-
SUB TOTAL – B1	**1,400**	**8,400**	**9,800**	**0.05**	**1,400**	**8,400**	**9,800**	**0.05**	**0.00**

2. NON INSTITUTIONS									
a) Bodies Corporate									
Indian	5,69,442	47,101	6,16,543	3.06	5,35,279	**47,101**	5,82,380	2.89	-0.17
Overseas	-	-	-	-	-	-	-	-	-
b) INDIVIDUAL									
Individual Shareholders holding nominal share capital uptoRs. 1 Lakh	9,46,574	7,54,649	17,01,223	8.44	9,37,011	7,46,049	16,83,060	8.35	-0.09
Individual Shareholders holding nominal share capital in excess of Rs. 1 Lakh	20,99,664	27,39,570	48,39,234	24.02	21,54,520	27,39,570	48,94,090	24.29	0.27
Others (Specify)	-	-	-	-	-	-	-	-	-
Non Resident Indians	52,943	0	52,943	0.26	50,243	0	50,243	0.25	-0.01
NRI Non Repatriation	3,721	0	3,721	0.02	3,721	0	3,721	0.02	0.00
Clearing Members	390	-	390	-	460	-	460	-	-

SUB TOTAL B2	**36,72,734**	**35,41,320**	**72,14,054**	**35.81**	**36,81,234**	**35,32,720**	**72,13,954**	**35.81**	**0.00**
TOTAL PUBLIC SHARE HOLDING(B1+B2)	**36,74,134**	**35,49,720**	**72,23,854**	**35.86**	**36,82,634**	**35,41,120**	**72,23,754**	**35.86**	**0.00**
C. Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
GRAND TOTAL (A+B+C)	**1,65,95,675**	**35,50,020**	**2,01,45,695**	**100**	**1,66,04,275**	**35,41,420**	**2,01,45,695**	**100**	**-**

ii) Shareholding of Promoters

Sl No	Shareholder's name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year
		No of shares	% of total shares of the company	% of shares pledged / encumbered to total shares	No of shares	% of total shares of the company	% of shares pledged / encumbered to total shares	
1.	Kishan Reddy Nalla	19,58,285	9.72	-	19,58,385	9.72	-	-
2.	Vineel Reddy Nalla	18,99,554	9.43	-	18,99,554	9.43	-	-
3.	VijayaNalla	17,33,085	8.60	-	17,33,085	8.60	-	-
4.	VinithaNalla	16,99,062	8.43	-	16,99,062	8.43	-	-
5.	Gaddam Raja Reddy	14,83,802	7.37	-	14,83,802	7.37	-	-
6.	NBOS Technologies Private Limited	11,05,600	5.49	-	11,05,600	5.49	-	-
7.	N. Srinath Reddy	8,03,622	3.99	-	8,03,622	3.99	-	-

8.	Vineela Reddy N	7,11,300	3.53	-	7,11,300	3.53	-	-
9.	G. Sunitha	6,82,763	3.39	-	6,82,763	3.39	-	-
10.	NomulaSarita	3,19,667	1.59	-	3,19,667	1.59	-	-
11.	Nomula Deepti	2,24,341	1.11	-	2,24,341	1.11	-	-
12.	Gaddam Hemanth Reddy	1,53,130	0.76	-	1,53,130	0.76	-	-
13.	GaddamMadhumathi	93,256	0.46	-	93,256	0.46	-	-
14.	N. Rajeshwar Reddy	53,828	0.27	-	53,828	0.27	-	-
Total		**1,29,21,841**	**64.14**	**-**	**1,29,21,941**	**64.14**	**-**	**--**

iii) Change in Promoters Shareholding:

S. NO	NAME OF THE SHARE HOLDER	SHAREHOLDING AT THE BEGINNING OF THE YEAR		Date	Reason	CHANGE IN SHAREHOLDING (No. of Shares)		CUMULATIVE SHAREHOLDING AT THE END OF THE YEAR	
		NO OF SHARES	% OF TOTAL SHARES OF THE COMPANY			INCREASE	DECREASE	NO OF SHARES	% OF TOTAL SHARES OF THE COMPANY
1.	Kishan Reddy Nalla	19,58,285	9.72	20/03/2020	Purchase	100	-	19,58,385	9.72
2.	Vineel Reddy Nalla	18,99,554	9.43	-	-	-	-	18,99,554	9.43
3.	Vijaya Nalla	17,33,085	8.60	-	-	-	-	17,33,085	8.60
4.	Vinitha Nalla	16,99,062	8.43	-	-	-	-	16,99,062	8.43
5.	Gaddam Raja Reddy	14,83,802	7.37	-	-	-	-	14,83,802	7.37
6.	NBOS Technologies Private Limited	11,05,600	5.49	-	-	-	-	11,05,600	5.49
7.	N. Srinath Reddy	8,03,622	3.99	-	-	-	-	8,03,622	3.99

8.	Vineela Reddy N	7,11,300	3.53	-	-	-	-	7,11,300	3.53
9.	G. Sunitha	6,82,763	3.39	-	-	-	-	6,82,763	3.39
10.	Nomula Sarita	3,19,667	1.59	-	-	-	-	3,19,667	1.59
11.	Nomula Deepti	2,24,587	1.11	-	-	-	-	2,24,587	1.11
12.	Gaddam Hemanth Reddy	1,53,130	0.76	-	-	-	-	1,53,130	0.76
13.	Gaddam Madhu mathi	93,256	0.46	17/05/2019	Purchase	3200	-	93,256	0.46
				17/05/2019	Sale	-	-3200		
14.	N. Rajeshwar Reddy	53,828	0.27	-	-	-	-	53,828	0.27

iv. **Shareholding Pattern of Top ten Shareholders (Other than Directors, Promoters and Holders of GDRs & ADR'**

S. NO.		SHAREHOLDING AT THE BEGINNING OF THE YEAR		CHANGE IN SHAREHOLDING (No. of Shares)			CUMULATIVE SHAREHOLDING AT THE END OF THE YEAR	
	FOR EACH OF THE TOP 10 SHAREHOLDERS	NO OF SHARES	% OF TOTAL SHARES OF THE COMPANY	Date	INCREASE	DECREASE	NO OF SHARES	% OF TOTAL SHARES OF THE COMPANY
1.	Anil Reddy	6,73,750	3.34	-	-	-	6,73,750	3.34
2.	Bhoopal Reddy Aleti	6,33,620	3.15	-	-	-	6,33,620	3.15
3.	A. Naveen Chandra Reddy	6,03,750	3.00	-	-	-	6,03,750	3.00
4.	Gaddam Sushila Raja Reddy Foundation	5,25,000	2.61	-	-	-	5,25,000	2.61
5.	Praveen Reddy	4,67,250	2.32	-	-	-	4,67,250	2.32
6.	APR Holdings And Investments LLP	3,92,800	1.95	-	-	-	3,92,800	1.95
7.	Mahitha Aleti	1,89,350	0.94	-	-	-	1,89,350	0.94
8.	'Padmini	1,54,000	0.76				1,54,000	0.76

9.	Nomula Eeshan Reddy	1,53,500	0.76	-	-	-	1,53,500	0.76
10.	A.Vasantha	1,36,500	0.68	-	-	-	1,36,500	0.68

v. Shareholding of Directors and Key Managerial Personnel:

S. NO	NAME OF THE DIRECTOR / KMP	SHAREHOLDING AT THE BEGINNING OF THE YEAR		Date	Reason	CHANGE IN SHAREHOLDING (No. of Shares)		SHAREHOLDING AT THE END OF THE YEAR	
		NO OF SHARES	% OF TOTAL SHARES OF THE COMPANY			INCREASE	DECREASE	NO OF SHARES	% OF TOTAL SHARES OF THE COMPANY
1.	Kishan Reddy Nalla	1958285	9.72	20/03/2020	Purchase	100	-	1958385	9.72
2.	Bhoopal Reddy Aleti	-	-	-	-	-	-	-	-
3.	Srinath Reddy Nalla	8,03,622	3.99	-	-	-	-	8,03,622	3.99
4.	Raja Reddy Gaddam	14,83,802	7.37	-	-	-	-	14,83,802	7.37
5.	Vineel Reddy Nalla	18,99,554	9.43	-	--	-	-	18,99,554	9.43
6.	Vinitha Reddy Nalla	16,99,062	8.43	-	-	-	-	16,99,062	8.43
7.	N. Siddha Reddy	-	-	-	-	-	-	-	-
8.	# V. Satya Lakshmi Sambhavi	-	-	-	-	-	-	-	-
9.	##N.Krishna Kishore	-	-	-	-	-	-	-	-

 # Resigned as Company secretary w.e.f. September 30, 2019.

Appointed as Company Secretary w.e.f. February 08, 2019.

V. INDEBTEDNESS

	SECURED LOANS EXCLUDING DEPOSITS	UNSECURED LOANS	DEPOSITS	TOTAL INDEBTEDNESS
INDEBTEDNESS AT THE BEGINNING OF THE FINANCIAL YEAR				
Principal Amount	6,43,29,134	-	-	6,43,29,134
Interest due but not paid	NIL	NIL	NIL	NIL
Interest accrued but not due	NIL	NIL	NIL	NIL
Total	**6,43,29,134**	**-**	**-**	**6,43,29,134**
CHANGE IN INDEBTEDNESS DURING THE YEAR				
Addition	38,13,547	-	-	38,13,547
Reduction	1,45,05,661	-	-	1,45,05,661
INDEBTEDNESS AT THE END OF THE FINANCIAL YEAR				
Principal Amount	5,36,37,020	-	-	5,36,37,020
Interest due but not paid	-	-	-	-
Interest accrued but not due	-	-	-	-
Total	**5,36,37,020**	**-**	**-**	**5,36,37,020**

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL:

A. REMUNERATION TO MANAGING DIRECTOR, WHOLE TIME DIRECTORS AND/ OR MANAGER:

S.N	PARTICULARS OF REMUNERATION	NAME OF THE MD / WTD / MANAGER				TOTAL
		KISHAN REDDY NALLA	SRINATH REDDY NALLA	BHOOPAL REDDY ALETI	RAJA REDDY GADDAM	
1.	Gross Salary					
	a) Salary as per provisions contained in Section 17(1) of the Income Tax Act, 1961	Rs. 2,00,000/-	Rs. 12,00,000/-	Rs. 1,00,000/-	Rs.1,00,000/-	Rs. 16,00,000/-
	b) Value of perquisites u/s 17(2) of Income Tax Act, 1961	-	-	-	-	-
	c) Profits in lieu of salary u/s 17(3) of Income Tax Act, 1961	-	-	-	-	-
2.	Stock Option	-	-	-	-	-
3.	Sweat Equity	-	-	-	-	-
4.	Commission - as % of profit - Others (Specify)	-	-	-	-	-
5.	Others (Pls Specify)	-	-	-	-	-
	Total A	**Rs. 2,00,000**	**Rs. 12,00,000**	**Rs. 1,00,000**	**Rs.1,00,000**	**Rs. 16,00,000**
	Ceiling as per Act	As per Part-II of Schedule V of the Companies Act, 2013				

B. REMUNERATION TO OTHER DIRECTORS: NIL

S. NO	PARTICULARS OF REMUNERATION	NAME OF THE DIRECTOR					TOTAL AMOUNT
		Naveena Chandra Thammishetty	**Krishna Prasad Srinivas**	**Jagadeeshwar Reddy Prodduturi**			
1.	**INDEPENDENT DIRECTORS**						
	a) Fee for attending Board/ Committee meetings	-	-	-	-	-	-
	b) Commission	-	-	-	-	-	-
	c) Others, Pls Specify	-	-	-	-	-	-
	TOTAL – 1	-	-	-	-	-	-
2.	**OTHER NON EXECUTIVE DIRECTORS**	**Vineel Reddy Nalla**	**Vinitha Reddy Nalla**				
	a) Fee for attending Board/ Committee meetings	-	-	-	-	-	-
	b) Commission	-	-	-	-	-	-
	c) Others, Pls Specify	-	-	-	-	-	-
	Total 2	-	-	-	-	-	-
	Total B (1+2)	-	-	-	-	-	-
	Total Managerial Remuneration	-	-	-	-	-	-
	Overall Ceiling as per Act	NA					

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/ WTD/MANAGER:

S. NO	PARTICULARS OF REMUNERATION	KEY MANAGERIAL PERSONNEL				
		CEO	**CFO**	**COMPANY SECRETARY**		**TOTAL**
			N. SIDDHA REDDY	**@ Satya Lakshmi Sambhavi (Resigned w.e.f. 30th September, 2019)**	**@N.Krishna Kishore (Appointed w.e.f.08.February, 2020)**	
1.	Gross Salary		**3,50,400**	**50,000**	**1,20,000**	
	a) Salary as per provisions contained in Section 17(1) of the Income Tax Act, 1961	-				
	b) Value of perquisites u/s 17(2) of Income Tax Act, 1961	-	-	-	-	-
	c) Profits in lieu of salary u/s 17(3) of Income Tax Act, 1961	-	-	-	-	-

2.	Stock Option	-	-	-	-	-
3.	Sweat Equity	-	-	-	-	-
4.	Commission - as % of profit - Others (Specify)	-	-	-	-	-
5.	Others (Pls Specify)	-	-	-	-	-
	Total	-	**3,50,400**	**50,000**	**1,20,000**	

@The aforesaid details have been provided for the period employed.

VII. PENALTIES / PUNISHMENT / COMPOUNDING OF OFFENCES: NIL

TYPE	SECTION OF THE COMPANIES ACT	BRIEF DESCRIPTION	DETAILS OF PENALTY/ PUNISHMENT /COMPOUNDING FEE IMPOSED	AUTHORITY [RD/NCLT/COURT]	APPEAL MADE, IF ANY
A. COMPANY					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
B. DIRECTORS					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
C. OTHER OFFICERS IN DEFAULT					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-

However the Company has paid Penalty to BSE.

For and on behalf of the board of directors
FOR SRI KPR INDUSTRIES LIMITED

Sd/-	**Sd/-**
(KISHAN REDDY NALLA)	**(SRINATH REDDY NALLA)**
MANAGING DIRECTOR	**WHOLE TIME DIRECTOR**
DIN: 00038966	**DIN: 00052862**

ANNEXURE - V

Form No. MR-3

[Pursuant to section 204(1) of the Companies Act, 2013 and Rule No.9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2020

To,
The Members,
Sri KPR Industries Limited
Hyderabad

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Sri KPR Industries Limited** (hereinafter called the Company). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms, returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the company has during the audit period covering the financial year ended on **31st March, 2020** complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company and relied on the information provided by the management and its officers for the financial year ended on 31st March, 2019 according to the provisions of:

I. The Companies Act, 2013 (the Act) and the rules made there under;
II. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under;
III. The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
IV. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
    i. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
    ii. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
    iii. The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

V. The Company has identified the following laws, Regulations, Guidelines, Rules, etc., as applicable to the Company:

1. The Factories Act, 1948 and Rules made thereunder
2. The Telangana Fire Services Act, 1999
3. Electricity Act, 2003
4. The Environment Protection Act, 1986
5. The Air (Prevention and Control of Pollution) Act, 1981
6. The Water (Prevention and Control of Pollution) Act, 1974

We have also examined compliance with the applicable clauses of Secretarial Standards issued by The Institute of Company Secretaries of India (ICSI) which the Company is in the process of adopting.

During the period under review, the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc mentioned above, except for the following:

1. *All the shares held by Promoters are in dematerialization mode except 300 shares which are held in physical form.*

2. *The company has received notice dated May 2, 2019 from the BSE levying penalty) for the Non-Compliance with the Provisions of Regulation 17(1), 18(1), 19(1), 19(2), 20(2), 21(2) of SEBI (LODR) Regulations, 2015 for the Financial Year 2018-19 and the Company has paid required Penalty*

We further report that

The Board of Directors of the Company was constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. There were no changes in the composition of the Board of Directors during the period under review.

Adequate notice was given to all directors for convening the Board/ Committee Meetings, agenda and detailed notes on agenda were sent in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

During the period under review, resolutions were carried through majority decisions. As confirmed by the Management, there were no dissenting views expressed by any of the members on any business transacted at the meetings held during the period under review

Based on the information, documents provided and the representations made by the Company, its officers during our audit process, in our opinion there are adequate systems and processes exists in the Company to commensurate with the size and operations of the Company, to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

The compliance by the Company of the applicable financial laws like direct and indirect tax laws and maintenance of financial records and books of accounts has not been reviewed by us since the same have been subject to review by statutory auditors and other professionals.

Under the situation of COVID-19 Pandemic prevailing during the period when the audit was conducted for the year 2019-20, all the documents, records and other information were verified and checked electronically as provided by the management but not verified original records and documents physically.

We further report that following were the major events during the audit period:

3. Sri. Indrasena Reddy Gaddamas was Appointed a Additional Director in the Board Meeting held on 3rd September, 2019 and Appointed as Independent Director of the Company in the Annual General Meeting held on 30th September, 2019.

4. Cessation of Sri, Krishna Prasad Srinivas as Independent Director w.e.f. 01st September, 2019.

5. Cessation of Varahagiri Satyalakshmi Sambhavi as the Company Secretary of the Company.

For BS & Company Company Secretaries LLP
Sd/-
Soumya Dafthardar
Designated Partner
ACS No. 29312
C P No.: 13199
UDIN: A029312B001234307

Place: Secunderabad
Date: 11.11.2020

Note: This report is to be read with our letter of even date which is annexed as **'Annexure'** and forms an integral part of this report.

Annexure

To,
The Members,
Sri KPR Industries Limited
Hyderabad

Our report of even date is to be read along with this letter:

1. Maintenance of Secretarial records is the responsibility of the Management of the Company. Our responsibility is to express as opinion on these secretarial records based on our audit.

2. We have followed the audit practices and process as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.

3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.

4. Wherever required, we have obtained the Management representation about the compliance of applicable laws, rules and regulations etc.

5. The compliance of the provisions of the Companies Act, 2013 and other applicable laws, Rules, Regulations, secretarial standards issued by ICSI is the responsibility of the Management. Our examination was limited to the verification of procedures on test basis.

6. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the Management has conducted the affairs of the Company.

7. We further report that, based on the information provided by the Company, its officers, authorized representatives during the conduct of the audit, in our opinion adequate systems and process and control mechanism exist in the Company to monitor compliance with applicable general laws like labour laws & Environment laws and Data protection policy.

8. We further that the compliance by the Company of the applicable financial laws like direct and indirect tax laws, filing of periodical returns, maintenance of financial records and books of accounts has not been reviewed by us since the same have been subject to review by Statutory Auditors, Internal Auditors and other professionals.

9. Under the situation of COVID-19 Pandemic prevailing during the period when the audit was conducted for the year 2019-20, all the documents, records and other information were verified and checked electronically as provided by the management but not verified original records and documents physically.

For BS & Company Company Secretaries LLP
Sd/-
Soumya Dafthardar
Designated Partner
ACS No. 29312
C P No.: 13199
UDIN: A029312B001234307.

Place: Secunderabad
Date: 11.11.2020

I. OUR CORPORATE GOVERNANCE PHILOSOPHY

Corporate governance is about internalizing and manifesting a firm commitment to the adoption of ethical practices across the Company to deliver value in all of its dealings with a wide group of stakeholders encompassing associates, customers, vendors, regulators and shareholders at all times. The Company believes that Corporate Governance is an integral means for the existence of the Company. Good Corporate practices stem from the dynamic culture and positive mindset of the organization. The board is committed to achieve and maintain highest standards of Corporate Governance on an ongoing basis.

The Corporate Governance requires professionals to raise their competence and capability levels to meet the expectations in managing the enterprise and its resources effectively with the highest standards of ethics. It has thus become crucial to foster and sustain a culture that integrates all components of good governance by carefully balancing the complex inter-relationship among the Board of Directors, Audit Committee, Nomination and Remuneration Committee, Finance, Stakeholder Relationship Committee, Auditors and the Senior Management.

We believe Corporate Governance is not just a destination, but a journey to constantly improve sustainable value creation. It is an upward moving target that we collectively strive towards achieving.

II. BOARD OF DIRECTORS

Your Company has a balanced Board with combination of Executive and Non-Executive Directors to ensure independent functioning and the current composition of the board is in conformity with Regulation 17(1) of Listing Regulations. Independent Directors of the Company provide appropriate annual certifications to the Board confirming satisfaction of the conditions of their being independent as laid down in Section 149 (6) of the Companies Act, 2013 and Regulation 16(1)(b) of Listing Regulations.

A. COMPOSITION

Listing regulations mandate that for a Company with a non executive Chairman, at least one-third of the Board should be Independent Directors. As on March 31, 2020, our board consists of 9 (Nine) Directors, of the Nine Directors, 4 (Four) of whom are Executive Directors, while the remaining 5 (Five) are Non-Executive Directors. Of the Five Non-Executive Directors, 3 (Three) are Independent Directors. The Company in compliance with Companies Act, 2013 & SEBI (LODR) Regulations, 2015 and has appointed a Women Director.

Composition of Board, Shareholding and Directorships held as on March 31, 2020 are as follows:

DIN	Name	Category& Designation	Directorship in other Companies	Membership in board committees of other Companies	Chairmanship in board committees of other Companies	No of shares held as on March 31, 2020
02582809	Mr. Jagadeeshwar Reddy Prodduturi	Chairman, Non-Executive Independent Director	2	Nil	Nil	Nil
00038966	Mr. Kishan Reddy Nalla	Promoter, Executive, Managing Director	4	Nil	Nil	19,58,385

00043263	Mr. Bhoopal Reddy Aleti	Executive, Whole time Director	2	Nil	Nil	Nil
00052862	Mr. Srinath Reddy Nalla	Promoter, Executive, Whole time Director	4	Nil	Nil	8,03,622
00126854	Mr. Raja Reddy Gaddam	Promoter, Executive, Whole time Director	1	Nil	Nil	14,83,802
00231636	Mr. Naveena Thammishetty Chandra	Non-Executive Independent Director	5	1	1	Nil
01514842	Mr. Vineel Reddy Nalla	Non-Executive, Director	7	Nil	Nil	18,99,554
01636570	Ms. Vinitha Reddy Nalla	Non-Executive Director	3	Nil	Nil	16,99,062
00052355	Mr. Indrasena Reddy Gaddam	Non-Executive Independent Director	1	Nil	Nil	Nil

*Including Unlisted Public & Private Companies.
Further the Company has not issued any convertible instruments.

Name of the listed entities other than SRI KPR INDUSTRIES, where a director of the Company, is a director:

S No	Name of the Director	Name of the other listed entity	Category
1	Mr. Jagadeeshwar Reddy Prodduturi	Nil	Nil
2	Mr. Kishan Reddy Nalla	Nil	Nil
3	Mr. Bhoopal Reddy Aleti	Nil	Nil
4	Mr. Srinath Reddy Nalla	Nil	Nil
5	Mr. Raja Reddy Gaddam	Nil	Nil
6	Mr. Naveena Thammishetty Chandra	1. Balaji Amines Limited	Non-Executive Independent Director
		2. Saaketa Consultants Limited	Managing Director
7	Mr. Vineel Reddy Nalla	Nil	Nil
8	Ms. Vinitha Reddy Nalla	Nil	Nil
9	Mr. Indrasena Reddy Gaddam	Nil	Nil

B. <u>BOARD MEETINGS</u>

a. The board meets at least once a quarter to review the quarterly results and other items on the agenda. Additional meetings are held when necessary. Committees of the Board usually meet the same day or a day before the formal board meeting or whenever the need arises for transacting business.

b. Six Board meetings were held during the year 2019-20 on April 26, 2019; May 27, 2019, August 08, 2019; September 03, 2019, November 14, 2019 and February 08, 2020.

c. The necessary quorum was present for all the meetings.

d. The names of the Directors on the Board, their attendance at Board Meetings held during the year are given herein below:

Attendance of Directors during 2019-20

Name of the Director	No. of Board Meetings			% of attendance	Attendance at the last AGM held on September 29, 2019
	Held	Entitled	Attended		
Mr. Jagadeeshwar Reddy Prodduturi	6	6	6	100	Yes
Mr. Kishan Reddy Nalla	6	6	6	100	Yes
Mr. Bhoopal Reddy Aleti	6	6	6	100	Yes
Mr. Srinath Reddy Nalla	6	6	6	100	Yes
Mr. Raja Reddy Gaddam	6	6	6	100	Yes
Mr. Naveena Chandra Thammishetty	6	6	6	100	Yes
#Mr. Krishna Prasad Srinivas	6	3	3	100	Yes
Mr. Vineel Reddy Nalla	6	6	6	100	Yes
Ms. Vinitha Reddy Nalla	6	6	6	100	Yes
## Mr. Indrasena Reddy Gaddam	6	3	3	100	No

#Resigned w.e.f 01.09.2019
##Appointed w.e.f 03.09.2019

Relationships between Directors inter – se:
Except as disclosed below, no Director of the Company is related to any other Director on the Board in terms of the meaning of the term 'relative' given under the Companies Act, 2013.

i. Mr. Kishan Reddy Nalla is father of Mr. Vineel Reddy Nalla and Ms. Vinitha Reddy Nalla.
ii. Mr. Vineel Reddy Nalla is brother of Ms. Vinitha Reddy Nalla.
iii. Mr. Srinath Reddy Nalla is Son-in-Law of Mr. Kishan Reddy Nalla.

The Board currently has sufficient range of expertise and possesses all the competencies required for effective functioning.

INDEPENDENT DIRECTORS
Independent Directors are non-executive Directors as defined under Regulation 16(1)(b) of the SEBI Listing Regulations read with Section 149(6) of the Act. The maximum tenure of independent directors is in compliance with the Act. All the Independent Directors have confirmed that they meet the criteria as mentioned under Regulation 16(1)(b) of the SEBI Listing Regulations read with Section 149(6) of the Act.

The Independent Directors, in the opinion of the Board, fulfill the conditions of the SEBI LODR and are independent of the management.

The Company has issued a formal letter of appointment to the Independent Directors in the manner as provided in the Companies Act, 2013. The terms and conditions of appointment of Independent Directors are disclosed on the website of the Company.

Schedule IV of the Companies Act, 2013 and the Rules made there under mandates that the Independent Directors of the Company shall hold at least one meeting in a year, without the attendance of non-Independent Directors and members of the Management.

These meetings are expected to review the performance of non-Independent Directors and the board as a whole and as well as the performance of Chairman of the board taking into account the views of the executive directors and non-executive directors; assess the quality, quantity and timeliness of the flow of information between the management and the Board that is necessary for it to effectively and reasonably perform its duties.

The Independent Directors met once during the year on February 08, 2020

The details of familiarization programme of the Independent Directors are available on the website of the Company (http://www.kprindustries.in).

III COMMITTEES OF THE BOARD

Presently, the board has three committees: Audit committee, Nomination and Remuneration committee and Stakeholder Relationship Committee.

A. AUDIT COMMITTEE

1. The audit committee is constituted in line with the provisions of Regulation 18 of SEBI Listing Regulations, read with Section 177 of the Act.

2. The terms of reference of the audit committee are broadly as under:

   a) Oversight of the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible;
   b) Recommendation for appointment, remuneration and terms of appointment of auditors of the Company;
   c) Reviewing with the management, the annual financial statements and auditors' report thereon before submission to the board for approval, with particular reference to:

      - Matters required to be included in the Director's Responsibility Statement to be included in the Board's report in terms of clause (c) of sub-section 3 of section 134 of the Act.
      - Changes, if any, in accounting policies and practices and reasons for the same.
      - Major accounting entries involving estimates based on the exercise of judgment by management.
      - Significant adjustments made in the financial statements arising out of audit findings.
      - Compliance with listing and other legal requirements relating to financial statements.
      - Disclosure of any related party transactions.
      - Qualifications in the draft audit report.

   d) Reviewing with the management, the quarterly financial statements before submission to the board for approval;
   e) Reviewing with the management, the statement of uses/ application of funds raised through an issue (public issue, rights issue, preferential issue, etc.), the statement of funds utilized for purposes other than those stated in the offer document/ prospectus/ notice and the report Submitted by the monitoring agency monitoring the utilization of proceeds of a public or rights issue, and making appropriate recommendations to the Board to take up steps in this matter;
   f) Review and monitor the auditors' independence and performance, and effectiveness of audit process;
   g) Approval or any subsequent modification of transactions of the Company with related parties;
   h) Scrutiny of inter-corporate loans and investments;
   i) Examination of the financial statements and the auditors' report thereon;
   j) Valuation of undertakings or assets of the company, wherever it is necessary;
   k) Evaluation of internal financial controls and risk management systems;
   l) Establish a vigil mechanism for directors and employees to report genuine concerns in such manner as may be prescribed;
   m) The audit committee may call for the comments of the auditors about internal control systems, the scope of audit, including the observations of the auditors and review of financial statement before their submission to the Board and may also discuss any related issues with the internal and statutory auditors and the management of the Company;

n) The audit committee shall review the information required as per SEBI Listing Regulations.

3. The Company Secretary acts as the Secretary to the Audit Committee.

4. The Audit Committee met Five (5) times during the financial year on April 26, 2019, May 27, 2019, August 08, 2019, November 14, 2019 and February 08, 2020. The necessary quorum was present for all the meetings.

5. **The composition and the details of meetings attended by the members of Audit Committee are given below:**

Name	Category	Position	No of meetings during the financial year 2019-20		
			Held	Entitled	Attended
Mr. Jagadeeshwar Reddy Produtturi	Non-Executive Independent Director	Chairman	5	5	5
Mr. Naveena Chandra Thammishetty	Non-Executive Independent Director	Member	5	5	3
Mr. Vineel Reddy Nalla	Non-Executive Director	Member	5	5	5
#Mr. Krishna Prasad Srinivas	Non-Executive Independent Director	Member	5	3	3
##Mr.Indrasena Reddy Gaddam	Non-Executive Independent Director	Member	5	2	2

#Resigned w.e.f 01.09.2019

##Appointed w.e.f 03.09.2019

The board has reconstituted the Audit Committee at its meeting held on 14.11.2019 consequent to Resignation of Mr. Krishna Prasad Srinivas and Appointment of Mr. Indrasena Reddy Gaddam as Member of Audit Committee.

B. <u>NOMINATION AND REMUNERATION COMMITTEE</u>

1. The Nomination and Remuneration committee is constituted in line with the provisions of Regulation 19 of SEBI Listing Regulations, read with Section 178 of the Companies Act, 2013.

2. The Nomination and Remuneration committee looks at all matters pertaining to appointment and remuneration of the Managing Director, the Executive Directors, Key Managerial Personnel and all other Non-Executive Directors of the Company.

3. The broad terms of reference of the nomination and remuneration committee are as under:

   - identifying persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down and recommend to the Board for their appointment and removal;
   - carry on the evaluation of every director's performance; formulation of the criteria for determining qualifications, positive attributes and independence of a director;
   - formulation of criteria for evaluation of Independent Directors and the Board;

- devising a policy on Board diversity; and
- recommend to the Board a policy relating to the remuneration of the directors, key managerial personnel and other employees;
- whether to extend or continue the appointment of Independent Director, on the basis of the report of performance evaluation of independent directors;
- any other matter as the Board may decide from time to time.

4. <u>**Nomination and Remuneration Policy**</u>

<u>INTRODUCTION</u>

In pursuance of the Company's policy to consider human resources as its invaluable assets, to pay equitable remuneration to all Directors, Key Managerial Personnel and employees of the Company and to harmonize the aspirations of human resources consistent with the goals of the Company and in terms of the provisions of the Companies Act, 2013 and the Listing Agreement with the Stock Exchange as per the requirements of SEBI (LODR) Regulations, 2015 as amended from time to time, the Company has formulated "Nomination and Remuneration Policy." This policy on Nomination and Remuneration of Directors, Key Managerial Personnel and Senior Management has been formulated by the Nomination and Remuneration Committee and approved by the Board of Directors of the Company.

I. <u>DEFINITIONS</u>

1. **"Act"**means the Companies Act, 2013 and Rules framed there under, as amended from time to time.
2. **"Board"** means Board of Directors of the Company.
3. **"Company"** means Sri KPR Industries Limited.
4. **"Directors"** mean Director appointed to the Board of a Company.
5. **"Committee"** means Nomination and Remuneration committee constituted or re-constituted by the Board, from time to time.
6. **"Key Managerial Personnel"** means
   i. Managing Director, or Chief Executive Officer or Manager and in their absence, a Whole-time Director;
   ii. Chief Financial Officer;
   iii. Company Secretary; and
   iv. such other officer as may be prescribed.
7. **"Senior Management"** means Senior Management means the personnel of the Company who are members of its core management team excluding Board of Directors comprising all members of management one level below the executive directors, including the functional heads.
8. **"Independent Director"** means a Director referred to in sub-section (6) of Section 149 of the Companies Act, 2013 and Regulation 16(1)(b) of Listing Regulations.

II. <u>OBJECTIVES</u>

The Key Objectives are:

1. To guide the Board in relation to appointment and removal of Directors, Key Managerial Personnel and Senior Management.
2. Formulate the criteria for determining qualifications, positive attributes and independence of a director and recommend to the Board a policy relating to the remuneration of Directors, key managerial personnel and other employees.
3. Formulation of criteria for evaluation of Independent Director and the Board.
4. To evaluate the performance of the members of the Board and provide necessary report to the Board for further evaluation of the Board.
5. To recommend to the Board on Remuneration payable to the Directors, Key Managerial Personnel and Senior Management.
6. To provide to Key Managerial Personnel and Senior Management reward linked directly to their effort, performance, dedication and achievement relating to the Company's operations.

7. To retain, motivate and promote talent and to ensure long term sustainability of talented managerial persons and create competitive advantage.
8. To develop a succession plan for the Board and to regularly review the plan.
9. To assist the Board in fulfilling responsibilities.
10. To implement and monitor policies and processes regarding principles of corporate governance.

III. <u>CONSTITUTION OF NOMINATION AND REMUNERATION COMMITTEE</u>

The Board of Directors of the Company constituted the committee to be known as the "Nomination and Remuneration Committee" consisting of non-executive directors out of which not less than one-half are independent directors. The Board is further authorized to re-constitute the said committee from time to time complying with the provisions of Companies Act, 2013 and Listing Regulations, 2015.

IV. <u>POLICY FOR APPOINTMENT AND REMOVAL OF DIRECTOR, KMP AND SENIOR MANAGEMENT</u>

1. <u>Appointment Criteria and Qualifications</u>

a) The Committee shall identify and ascertain the integrity, qualification, expertise and experience of the person for appointment as Director, KMP or at Senior Management level and recommend to the Board of his/ her appointment.

b) A person should possess adequate qualification, expertise and experience for the position he/ she is considered for appointment. The Committee has discretion to decide whether qualification, expertise and experience possessed by a person are sufficient/ satisfactory for the concerned position.

c) The Company shall not appoint or continue the employment of any person as Whole-time Director who has attained the age of seventy years. Provided that the term of the person holding this position may be extended beyond the age of seventy years with the approval of shareholders by passing a special resolution based on the explanatory statement annexed to the notice for such motion indicating the justification for extension of appointment beyond seventy years.

d) A whole-time KMP of the Company shall not hold office in more than one Company except in its Subsidiary Company at the same time. However they can be appointed as Director in any Company with the permission of the Board of Directors of the Company.

2. <u>Term/ Tenure</u>

a) <u>Managing Director/ Whole-time Director</u>

The Company shall appoint or re-appoint any person as its Executive Chairman, Managing Director or Executive Director for a term not exceeding five years at a time. No re-appointment shall be made earlier than one year before the expiry of term.

b) <u>Independent Director</u>

An Independent Director shall hold office for a term up to five consecutive years on the Board of the Company and will be eligible for re-appointment on passing of a special resolution by the Company and disclosure of such appointment in the Board's report.

No Independent Director shall hold office for more than two consecutive terms of upto maximum of 5 years each, but such Independent Director shall be eligible for appointment after expiry of three years of ceasing to become an Independent Director. Provided that an Independent Director shall not, during the said period of three years, be appointed in or be associated with the Company in any other capacity, either directly or indirectly.

At the time of appointment of Independent Director it should be ensured that number of Boards on which such Independent Director serves is restricted to seven listed companies as an Independent Director and three listed companies as an Independent Director in case such person is serving as a Whole-time Director of a listed company or such other number as may be prescribed under the Act.

Every Independent Director shall at the first meeting of the Board in which he participates as a director and thereafter at the first meeting of the Board in every financial year or whenever there is any change, give a declaration that he meets the criteria of independence.

3. Evaluation

The Committee shall carry out the performance evaluation of every Director including Independent Director, KMP and Senior Management Personnel at regular interval (yearly). Based on the evaluation performance report of the board, it shall be determined whether to extend or continue the term of appointment of the independent Directors

4. Removal

Due to reasons for any disqualification mentioned in the Act or under any other applicable Act, rules and regulations there under, the Committee may recommend, to the Board with reasons recorded in writing, removal of a Director, KMP or Senior Management Personnel subject to the provisions and compliance of the said Act, rules and regulations.

5. Retirement

The Directors, KMP and Senior Management Personnel shall retire as per the applicable provisions of the Act and the prevailing policy of the Company. The Board will have the discretion to retain the Director, KMP, Senior Management Personnel in the same position/ remuneration or otherwise even after attaining the retirement age, for the benefit of the Company

V POLICY FOR REMUNERATION TO DIRECTORS/ KMP/ SENIOR MANAGEMENT PERSONNEL

1. Remuneration to Managing/ Whole-time/ Executive/ Managing Director, KMP and Senior Management Personnel

The Remuneration/ Compensation/ Commission etc. to be paid to Director/ Managing Director etc. shall be governed as per provisions of the Companies Act, 2013 and rules made there under or any other enactment for the time being in force.

2. Remuneration to Non- Executive/ Independent Director

The Non-Executive Independent Director may receive remuneration/ compensation/ commission as per the provisions of Companies Act, 2013. The amount of sitting fees shall be subject to ceiling/ limits as provided under Companies Act, 2013 and rules made there under or any other enactment for the time being in force.

VI POLICY REVIEW

This policy is framed based on the provisions of the Companies Act, 2013 read with rules made there under and the requirements of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 as amended from time to time.

This policy shall be reviewed by Nomination and Remuneration Committee as and when any changes are to be incorporated in the policy due to change in regulations or as may be felt appropriate by the Committee. Any changes in the policy shall be approved by the Board of Directors.

1. The Nomination and Remuneration committee met 2 (Two) times during the financial year 2019-20 on September 3, 2019 and February 8, 2020. The necessary quorum was present for all the meetings.

2. The composition of Nomination and Remuneration committee and the details of meetings attended by its members are given below:

Name	Category	Position	No of meetings during the financial year 2019-20		
			Held	Entitled	Attended
Mr. Naveena Chandra Thammishetty	Non-Executive, Independent Director	Chairman	2	2	2
#Mr. Krishna Prasad Srinivas	Non-Executive, Independent Director	Member	2	0	0
Mr. Jagadeeshwar Reddy Produtturi	Non-Executive, Independent Director	Member	2	2	2
Mr. Vineel Reddy Nalla	Non-Executive Director	Member	2	2	2
##Mr. Indrasena Reddy Gaddam	Non-Executive Director	Member	2	2	2

#Resigned w.e.f 01.09.2019
##Appointed w.e.f 03.09.2019

However the board has reconstituted the Nomination and Remuneration Committee at its meeting held on September 03, 2019 consequent to Resignation of Mr. Krishna Prasad Srinivas and appointment of Mr. Indrasena Reddy Gaddam as Member of the Committee.

3. **Performance Evaluation criteria for Independent Directors**

The performance evaluation criteria for Independent Directors are determined by the Nomination and Remuneration committee. An indicative list of factors that may be evaluated include participation and contribution by a Director, commitment, effective deployment of knowledge and expertise, effective management of relationship with stakeholders, integrity and maintenance of confidentiality and independence of behavior and judgment.

C. STAKEHOLDER RELATIONSHIP COMMITTEE

1. The Stakeholder Relationship committee is constituted in line with the provisions of Regulation 20 of SEBI Listing Regulations, read with Section 178 of the Companies Act, 2013.

2. The broad terms of reference of the Stakeholder Relationship committee are as under:

❖ Consider and resolve the grievances of security holders of the Company including redressal of investor complaints such as transfer or credit of securities, non-receipt of dividend/ notice/ annual reports, etc. and all other securities-holders related matters.

❖ Consider and approve issue of share certificates (including issue of renewed or duplicate share certificates), transfer and transmission of securities, etc.

3. The Stakeholder Relationship committee met 2(Two) times during the Financial year 2019-20 on May 27, 2019 and September 3, 2019. The necessary quorum was present for all the meetings.

4. **The composition of Stakeholder Relationship committee and the details of meetings attended by its members are given below:**

Name	Category	Position	No of meetings during the financial year 2019-20		
			Held	Entitled	Attended
# Mr. Krishna Prasad Srinivas	Non-Executive Independent Director	Chairman	2	1	1

Mr. Vineel Reddy Nalla	Non-Executive Director Independent Director	Member	2	2	2
Mr. Srinath Reddy Nalla	Executive, Whole time Director	Member	2	2	2
Mr. G. Indrasena Reddy	Non-Executive Independent Director	Chairman	2	1	1

However the board has reconstituted the Stakeholders Relationship Committee in its meeting held on September 3, 2019 consequent to Resignation of Mr. Krishna Prasad Srinivas and appointment of Mr. G. Indrasena Reddy as Chairperson of the Committee.

5. Name, designation and address for correspondence of Compliance officer

Ms.Ch.Pratusha, Company Secretary and Compliance Officer
Vth Floor, K.P.R.House, Sardar Patel Road, Secunderabad, Telangana; E-mail: bwpl9@yahoo.com

Note: Mr. N. Krishna Kishore, has resigned as Company Secretary and Compliance Officer w.e.f. 06.08.2020 and Ms. Ch. Pratusha has been appointed as Company Secretary and Compliance Officer w.e.f. 31.08.2020.

6. Details of investor complaints received and redressed during the year 2019-20 are as follows:

Particulars	**No of Investor complaints pending at the beginning of the Year**	**No of Investor Complaints received during the Year**	**No of Investor Complaints disposed of during the Year**	**No of Investor Complaints remaining unresolved at the end of the Year**
Non receipt of Share Certificates	0	1	1	0
Non receipt of Dividend Warrants	0	4	4	0
Non receipt of Annual Reports	0	0	0	0
Total	**0**	**5**	**5**	**0**

IV REMUNERATION OF DIRECTORS

Details of remuneration paid to the Directors for the services rendered during the financial year 2019-20 are given below:

Amount (In Lakhs)

	Name of the Director& Designation								
Particulars	Mr. Kishan Reddy Nalla	Mr. Srinath Reddy Nalla	Mr. Bhoopal Reddy Aleti	Mr. Raja Reddy Gaddam	Mr. Naveena Chandra Thammishetty	Mr. Krishna Prasad Srinivas	Mr. Vineel Reddy Nalla	Ms. Vinitha Reddy Nalla	Mr. Jagadeeshwar Reddy Prodduturi
	MD	WTD	WTD	WTD	Independent Director	Independent Director	Non-executive Director	Non-executive Director	Chairman Independent Director
Salary	2	12	1	1	-	-	-	-	-
Allowances	-	-	-	-	-	-	-	-	-
Commission / Incentives/ Variable Pay	-	-	-	-	-	-	-	-	-
Sitting fees	-	-	-	-	-	-	-	-	-

No remuneration is being paid to Non-executive Directors. Further they do not have any pecuniary relationship or transactions with the Company or its Directors, senior management, subsidiary, other than in normal course of business.

No stock options were issued to any of the Independent Directors and Promoter Directors during the year 2019-20.

The Members are hereby informed that considering the financial position of the Company the Board has approved for non-payment of remuneration to Managing Director and whole-time directors.

V. SUBSIDIARY COMPANY

The Subsidiary Company is managed by its respective Board having the rights and obligations to manage Company in the best interest of their stakeholders. The Company monitors performance of subsidiary company, inter-alia, by the following means:

a) Financial statements, in particular the investments made by the unlisted subsidiary company are reviewed quarterly by the Audit Committee of the Company.

b) All minutes of Board Meetings of the unlisted subsidiary Company are placed before the Company'sBoard regularly.

c) A statement containing all significant transactions and arrangements entered into by the unlisted subsidiary Company is placed before the Company's Board.

VI GENERAL BODY MEETINGS

a) Details of last three Annual General Meetings of the Company.

YEAR	DATE	VENUE	TIME
2016-17	29.09.2017	Nagarjuna Community Hall, Nagarjuna Nagar, Yellareddyguda, Ameerpet, Hyderabad-500073	10.00 A.M.
2017-18	30.09.2018	Nagarjuna Community Hall, Nagarjuna Nagar, Yellareddyguda, Ameerpet, Hyderabad-500073	10.00 A.M.
2018-19	30.09.2019	Nagarjuna Community Hall, Nagarjuna Nagar, Yellareddyguda, Ameerpet, Hyderabad-500073	10.00 A.M.

b) Details of special resolutions passed in the previous three Annual General Meetings.

DATE OF AGM	NUMBER OF SPECIAL RESOLUTION PASSED	DETAILS OF SPECIAL RESOLUTION PASSED
29.09.2017	2(Two)	a) Approval under first proviso to section 196(3) for Re appointment of Mr. Gaddam Raja Reddy as whole time director of the company. b) Approval for Reclassification of Promoters shareholders as public shareholders under regulation 31A of SEBI (LODR) Regulations, 2015.
29.09.2018	**Nil**	**Nil**
30.09.2019	**Nil**	**Nil**

c) Special resolutions passed through Postal ballot

No Special Resolution was passed through Postal Ballot during the Financial Year 2019-20. None of the resolutions proposed in the ensuing Annual General Meeting need to be passed by Postal Ballot.

VII MEANS OF COMMUNICATION

The Company's quarterly/ half yearly/ annual financial results are sent to the Stock exchange and published in "Financial Express" and "Nava Telangana/ Namastey Telangana". Simultaneously they are also uploaded on the Company's website www.kprindustries.in. Official news release are sent to the Stock Exchange and also displayed on the website of the Company. The Company files electronically the quarterly results, Corporate Governance report, Share holding pattern, etc. through BSE Listing Centre.

There was no presentation made by the Company to any of the Institutional Investors or Analysts. The Company has not entered into agreement with any Media Companies.

VIII GENERAL SHAREHOLDERS INFORMATION

i. Annual General meeting for the financial year 2019-20

Date	December 14, 2020
Venue	Being Convened through Audio / Video Mechanism from Registered Office
Time	11.00 A.M.
Book closure dates	December 5, 2020 to December 14, 2020 (both days inclusive).

ii. Financial year: April 1, 2019 to March 31, 2020

iii. Dividend Payment Date

The board has not recommended any dividend for the financial year.

iv. Listing information

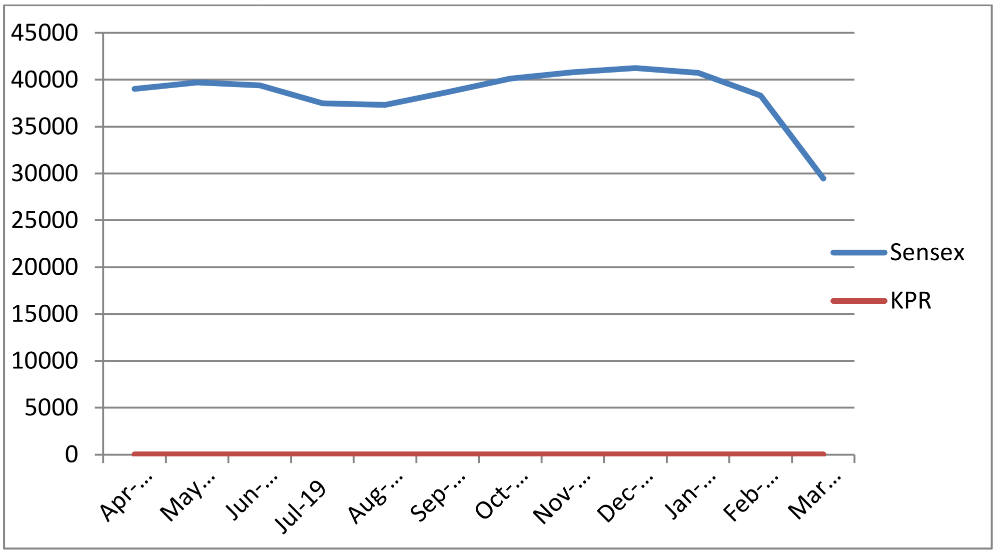
- The Company's equity shares (Stock Code: 514442) are listed on BSE Limited (BSE), PhirozeJeejeebhoy Towers Dalal Street, Mumbai 400 001.
- The ISIN Number of the Company is INE009CO1019.
- The Company has paid the requisite Annual Filing Fees to the stock exchange for the financial year 2019-20. The securities have not been suspended from trading.
- The Corporate Identity Number (CIN) allotted by the Ministry of Corporate Affairs, Government of India is **L20200TG1988PLC009157** and the Company's Registration Number is 009157.

v. Market Information

The monthly high and low prices and volumes of shares of the Company at BSE Limited (BSE) for the year ended March 31, 2020 are as under:

Month	BSE		
	HIGH	LOW	VOLUME
April 2019	17.15	15.7	5982
May 2019	16.9	14.6	15020
June 2019	20.8	17.7	8433
July 2019	20	14.05	8833
August 2019	17.35	14.3	2307
September 2019	16.15	11.7	5624
October 2019	14.15	12.19	1548
November 2019	12.74	11.02	6250
December 2019	11.3	9.26	3493
January 2020	11.22	9.05	21456
February 2020	12.82	10.46	22003
March 2020	10.99	9	3668

vi. The Company's Share performance compared to the BSE Sensex



vii. Registrar and Share Transfer Agents:

Name	KFin Technologies Private Limited
Address	Corporate Off: Selenium Tower B, Plot 31 & 32, Financial District, Nanakramguda, Gachibowli, Hyderabad – 500 032, Telangana
	Tel: +91-40-67162222, 33211000
	Fax: +91-40-23420814
Email Id:	support@karvy.com
Website:	www.karvyfintech.com

viii. Share Transfer System

Presently the shares, which are received in physical form, are transferred within a period of 10-12 days from the date of receipt, subject to the documents being valid and complete in all respects. Adequate care is taken to ensure that, no transfers are pending for more than a fortnight.

ix. Distribution of shareholding as on March 31, 2020:

Category	No of shareholders	Shareholders (%)	Number of shares held	Shareholding (%)
1-5000	5546	89.55	8734580.00	4.34
5001-10,000	309	4.99	2498940.00	1.24
10,001-20,000	172	2.78	2593200.00	1.29
20,001-30,000	46	0.74	1161160.00	0.58
30,001-40,000	21	0.34	732880.00	0.36
40,001-50,000	12	0.19	562310.00	0.28
50,001-1,00,000	19	0.31	1277160.00	0.63
1,00,001 & above	68	1.10	183896720.00	91.28
Total	**6193**	**100**	**201456950.00**	**100**

x. Dematerialization of shares and liquidity:

1,66,04,275 equity shares representing 82.42% of the total paid up equity capital were held in dematerialized form with the National Securities Depository Limited and Central Depository Services (India) Ltd. as on March 31, 2020.

Shareholders holding shares in physical form are requested to convert their physical holdings to demat/ electronic form through any of the registered Depository participants (DPs) to avoid the hassles involved in dealing in physical shares such as possibility of loss, mutilation, etc and also to ensure safe and speedy transaction in respect of the shares held and payment of dividend thereof.

xi. Outstanding GDRs/ ADRs/ Warrants or any convertible instruments, conversion date and likely impact on equity:

The Company has not issued any GDRs/ ADRs/ Warrants or any convertible instruments in the past and hence as on March 31, 2020, the Company does not have any outstanding GDRs/ ADRs/ Warrants or any convertible instruments.

xii. Commodity price risk or foreign exchange risk and hedging activities - Nil

xiii. Plant Locations

Sy No. 12, Gundla pochampally, Medchal, R.R. Dist.

xiv. Address for correspondence

Sri KPR Industries Limited
Vth Floor, K.P.R. House Sardar Patel Road, Secunderabad, TG 500003
Tel no: 040-27847121; Fax no. 040 27892076
Email:bwpl9@yahoo.com;
Website: www.kprindustries.in

XV OTHER DISCLOSURES

a. **Materially significant related party transactions that may have potential conflict of interests of listed entity at large:** There are no materially significant related party transactions between the Company and its promoters, directors or key managerial personnel or their relatives having any potential conflict with interest of the Company at large.

b. **Details of non-compliance:** There has not been any non-compliance by the Company and no penalties or strictures were imposed on the Company by the Stock Exchanges or SEBI or any statutory authority, on any matter related to capital markets. However the Company has paid penalty levied by BSE for non-compliance of constitution of Nomination and Remuneration Committee in compliance of SEBI (LODR) Regulations, 2015 in the period 2019-2020.

c. **Whistle blower policy:** The establishment of vigil mechanism and Whistle Blower Policy approved by the board has been implemented and no personnel has been denied access for making disclosure or report under the policy to the Audit Committee.

d. **Details of compliance with mandatory requirement:** Your Company has complied with all the mandatory requirements of the Listing Regulations. Specifically, your Company confirms compliance with corporate governance requirements specified in regulation 17 to 27 and clauses (b) to (i) of sub-regulation (2) of regulation 46 of the Listing Regulations.

e. **Web links:** A policy on material subsidiaries and Policy on dealing with related party transactions has been formulated and the same is posted on the Company's website http://www.kprindustries.in/investor.html

f. **Disclosure in relation to the Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013:**

a. Number of complaints filed during the financial year : Nil
b. Number of complaints disposed of during the financial year: Nil
c. Number of complaints pending as on end of the financial year : Nil

g. **Details of compliance with discretionary requirements**

The Company has duly fulfilled the following discretionary requirements as prescribed in Schedule II Part E of the SEBI Listing Regulations:

❖ **Shareholders' Rights:** As the quarterly and half yearly financial results are published in the newspapers and are also posted on the Company's website, the same are not being sent separately to the shareholders.

❖ **Audit Qualifications:** The Company's financial statements for the financial year

2019-20 do not contain any audit qualification.

- **Separate posts of Chairperson and Managing Director:** The Company has complied with the requirement of having separate persons to the post of Chairman and Managing Director. Mr. Jagadeeshwar Reddy Prodduturi, Non-executive Independent Director is the Chairman of the Company and Mr. Kishan Reddy Nalla is the Managing Director of the Company.

h. **Compliance of Corporate Governance Requirements as specified in Regulation 17 to 27 and Regulation 46(2)(b) to (i)of Listing Regulations.**

I. DISCLOSURE ON WEBSITE IN TERMS OF LISTING REGULATIONS	
Item	**Compliance (Yes/ No/ NA)**
Details of business	Yes
Terms and conditions of appointment of independent directors	Yes
Composition of various committees of board of directors	Yes
Code of conduct of board of directors and senior management personnel	Yes
Details of establishment of vigil mechanism/ Whistle Blower policy	Yes
Criteria of making payments to non-executive directors	Yes
Policy on dealing with related party transactions	Yes
Policy for determining 'material' subsidiaries	Yes
Details of familiarization programmes imparted to independent directors	Yes
Contact information of the designated officials of the listed entity who are responsible for assisting and handling investor grievances	Yes
Email address for grievance redressal and other relevant details	Yes
Financial results	Yes
Shareholding pattern	Yes
Details of agreements entered into with the media companies and/or their associates	Not Applicable
New name and the old name of the listed entity	Not Applicable

II. ANNUAL AFFIRMATIONS		
PARTICULARS	**REG NO**	**COMPLIANCE**
Board Composition	17(1)	Yes
Meeting of Board of Directors	17(2)	Yes
Review of Compliance Reports	17(3)	Yes
Plans for orderly succession for appointments	17(4)	Yes
Code of Conduct	17(5)	Yes
Fees/ Compensation	17(6)	NA
Minimum information	17(7)	Yes
Compliance Certificate	17(8)	Yes
Risk Assessment & Management	17(9)	Yes
Performance Evaluation of Independent Director	17(10)	Yes
Composition of Audit Committee	18(1)	Yes
Meeting of Audit Committee	18(2)	Yes
Composition of Nomination & Remuneration Committee	19(1) &(2)	Yes
Composition of Stakeholder Relationship Committee	20(1) & (2)	Yes
Composition and role of Risk Management Committee	21(1), (2), (3), (4)	NA

Vigil Mechanism	22	Yes
Policy for related party transactions	23(1),(5),(6),(7) & (8)	Yes
Prior or Omnibus approval of Audit Committee for all related party transactions	23(2) & (3)	NA
Approval for material related party transactions	23(4)	NA
Composition of Board of Directors of unlisted material subsidiary	24(1)	Yes
Other Corporate Governance requirements with respect to subsidiary of listed entity	24(2), (3),(4),(5) & (6)	Yes
Maximum Directorship & Tenure	25(1) & (2)	Yes
Meeting of Independent Directors	25(3) & (4)	Yes
Familiarization of Independent Directors	25(7)	Yes
Memberships in Committees	26(1)	Yes
Affirmation with compliance to code of conduct from members of Board of Directors and Senior management personnel	26(3)	Yes
Disclosure of shareholding by Non-Executive Directors	26(4)	Yes
Policy with respect to Obligations of directors and senior management	26(2) & 26(5)	Yes
Other corporate governance requirements	27	Yes

X. <u>DISCLOSURES WITH RESPECT TO DEMAT SUSPENSE ACCOUNT/ UNCLAIMED SUSPENSE ACCOUNT:</u>

The Company does not have any balance with respect to Demat suspense account/ unclaimed suspense account.

XI. The Board currently has sufficient range of expertise and possesses all the competencies required for effective functioning.

<u>SKILLS, EXPERTISE AND COMPETENCIES OF DIRECTORS</u>

The Company believes that it is the collective effectiveness of the Board that impacts Company performance and therefore members of the Board amongst themselves should have a balance of skills, experience and diversity of perspectives appropriate to the Company.

Given the Company's size, scale and diversified nature of its businesses, the Directors should possess following skills, expertise and competencies:

1. **<u>Organisational Purpose</u>**

The Company is operating to identify opportunities and threats for the Company's businesses. Ability to contribute towards creating an inspiring Vision for the Company by building synergy between serving the society and creating economic value for the Company.

2. **<u>Strategic Insight</u>**

Ability to evaluate competitive corporate and business strategies for fulfilment of its goals.

3. **<u>Organizational Capacity Building</u>**

Evaluate organizational capacity across relevant parameters and provide guidance on bridging gaps in capacity building.

4. **<u>Stakeholder Value Creation</u>**

Ability to understand processes for shareholder value creation and its contributory elements and critique interventions towards value creation for the other stakeholders.

5. **<u>Risk Management and Compliance</u>**

Ability to identify key risks impacting the Company's businesses and contribute towards development of systems and controls
for risk management periodically.

FOR SRI KPR INDUSTRIES LIMITED

Sd/-	**Sd/-**
KISHAN REDDY NALLA	**SRINATH REDDY NALLA**
MANAGING DIRECTOR	**WHOLE TIME DIRECTOR**
DIN: 00038966	**DIN: 00052862**

Place: Secunderabad
Date: 11.11.2020

CERTIFICATE ON COMPLIANCE WITH CODE OF CONDUCT

I hereby confirm that the Company has obtained from all the members of the Board and Senior Management Personnel, affirmation that they have complied with the 'Code of Conduct' and 'Our Code' in respect of the financial year 2019-20.

FOR SRI KPR INDUSTRIES LIMITED

Sd/-	**Sd/-**
KISHAN REDDY NALLA	**SRINATH REDDY NALLA**
MANAGING DIRECTOR	**WHOLE TIME DIRECTOR**
DIN: 00038966	**DIN: 00052862**

Place: Secunderabad
Date: 11.11.2020

CEO / CFO CERTIFICATE

To,
The Board of Directors
SRI KPR INDUSTRIES LIMITED

1. We have reviewed financial statements and the cash flow statement of SRI KPR INDUSTRIES LIMITED for the year ended March 31, 2020 and to the best of our knowledge and belief:
   i. these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
   ii. these statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.

2. There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or violative of the Company's Code of Conduct.

3. We accept responsibility for establishing and maintaining internal controls for financial reporting and we have evaluated the effectiveness of Company's internal control systems pertaining to financial reporting. We have not come across any reportable deficiencies in the design or operation of such internal controls.

4. We have indicated to the Auditors and the Audit Committee that:
   i. there are no significant changes in internal control over financial reporting during the year;
   ii. there are no significant changes in accounting policies during the year; and
   iii. there are no instances of significant fraud of which we have become aware.

Sd/-	**Sd/-**
KISHAN REDDY NALLA	**NANDU SIDDHA REDDY**
MANAGING DIRECTOR	**CHIEF FINANCIAL OFFICER**
DIN: 00038966	

Place: Secunderabad
Date: 11.11.2020

INDEPENDENT AUDITORS' CERTIFICATE ON CORPORATE GOVERNANCE

To
The Members
Sri KPR Industries Limited,

We have examined the compliance of conditions of Corporate Governance by Sri KPR Industries Limited ('the Company'), for the Financial Year ended 31st March, 2020 as stipulated under the relevant provisions of Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015 ('Listing Regulation'). We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of certification.

The compliance of the conditions of Corporate Governance is the responsibility of the Management. This responsibility includes the design, implementation and maintenance of internal control and procedures to ensure compliance with the conditions of Corporate Governance stipulated in the SEBI Listing Regulations.

Our examination was limited to the procedure and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit nor an expression of the opinion on the financial statements of the Company.

In our opinion, and to the best of the information and according to the explanations given to us, and the representations made by the Management and considering the relaxations granted by Securities and Exchange Board of India warranted due to the spread of the COVID-19 pandemic, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015 ('Listing Regulation').

We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the Management has conducted the affairs of the Company.

For Ayyadevara& Co.,
Chartered Accountants
FRN No. 000278S

Sd/-
Ayyadevara Srinivas
Proprietor
ICAI Membership No. 028803
UDIN: 20028803AAAAA03230

Place: Secunderabad
Date: 26.06.2020

MANAGEMENT DISCUSSSION AND ANALYSIS REPORT

INDUSTRY STRUCTURE AND DEVELOPMENTS:

As informed in earlier years the demand for Asbestos Cement Pipe is coming down due to use of metal pipes in Drinking Water Supply schemes. There were also no new works on hand of Drinking Water Supply schemes for its subsidiary company Sri KPR Infra & Projects Ltd, since the entire the state of Telangana has been covered under Mission Bhagiratha. The investments were also made in Wind Power in the company and its subsidiary company. Unfortunately the State Electricity Board of Andhra Pradesh has started litigation on 25 years PPA, asking to reduce the rate to its 50% of original price. Otherwise threatened to cancel the PPA's. At present the cases are pending in High Court, which may take long time to settle the issue.

OPPORTUNITIES

The future of the Company and its growth is mainly dependent on the outcome of policy decisions of the Government of AP and Railways Department and in release of payments in time both in respect of the current bills as well as long overdue bills.

OUTLOOK, RISKS AND CONCERNS

The outlook, risks and concerns are as follows :

- The delay in receipt of payment from State Electricity Boards and Railways may cause liquidity problem.

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

The Company has adequate internal audit and control systems. Both internal auditors and statutory auditors independently evaluate the adequacy of internal control system. Based on the audit observations and suggestions, follow up, remedial measures are being taken including review and increase in the scope of coverage, if necessary. The Audit Committee of Directors, in its periodical meetings, reviews the adequacy of internal control systems and procedures and suggests areas of improvements.

Information technology base created by the Company over the period is providing a very useful helping hand in the process. Needless to mention, that ensuring maintenance of proper accounting records, safeguarding assets against loss and misappropriation, compliance of applicable laws, rules and regulations and providing reasonable assurance against fraud and errors will continue to remain central point of the entire control systems.

FINANCIAL PERFOMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE

Standalone:

During the year under review, revenue from operations decreased from 10.38crores to Rs.5.25 crores. The net profit for year has been Decreased from Rs. 3.94 Crores to Rs. 2.11 Crores. The earning per share for the year is Rs. 1.05/- as against Rs.1.96/- of the previous year.

Consolidated:

However, under the consolidated balance sheet during the year, the revenue from the operations has decreased from Rs. 35.85 crores to Rs. 16.74 Cr. The net profit is also Decreased form Rs. 8.86 Crores to Rs. 3.78 crores. The earning per share is Rs. 1.88/- as against Rs. 3.13/- of the previous year.

HUMAN RESOURCE DEVELOPMENT

Human resource is considered as key to the future growth strategy of the Company and looks upon to focus its efforts to further align human resource policies, processes and initiatives to meet its business needs. In order to focus on keeping employees abreast of technological and technical developments.

CAUTIONARY STATEMENT

Statements in the Management Discussion and Analysis describing the Company's objectives, expectations or predictions may be forward looking within the meaning of applicable securities, laws and regulations. Actual results may differ materially from those expressed in the statements. Important factors that would influence the Company's operations include cost of raw materials, tax laws, procedural hurdles of Government Agencies, delay in release of wind Electric payments economic developments and such other factors within the Country.

FOR SRI KPR INDUSTRIES LIMITED

Sd/-	**Sd/-**
KISHAN REDDY NALLA	**SRINATH REDDY NALLA**
MANAGING DIRECTOR	**WHOLE TIME DIRECTOR**
DIN: 00038966	**DIN: 00052862**

Ayyadevara & Co.
Chartered Accountants

1-2-386/A/1, Gagan Mahal,
Hyderabad 500 029.
Ph: +91-40-27632354, 27642952
e-mail: sridevar@yahoo.co.in
URL: www.ayyadevara.com

INDEPENDENT AUDITOR'S REPORT
To the Members of Sri KPR Industries Limited

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the standalone financial statements of Sri KPR Industries Limited ("the Company"), which comprise the balance sheet as at March 31, 2020, and the statement of profit and loss, and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2020, and its profit/loss, and its cash flows for the year ended on that date.

Basis for Opinion

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

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. During the course of our audit we have not identified any key audit matters that require specific mention in this section of our report.

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

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

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

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

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

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

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation. We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the "Annexure A", a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:
   (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
   (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
   (c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
   (d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

(e) On the basis of the written representations received from the directors as on March 31, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2020 from being appointed as a director in terms of Section 164(2) of the Act.

(f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".

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

i. The Company does not have any pending litigations;

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

iii. There are no amounts that are required to be transferred, to the Investor Education and Protection Fund by the Company.

For Ayyadevara & Co
Chartered Accountants
FRN: 000278S

Sd/-
Ayyadevara Srinivas
Proprietor
Membership No.028803
Secunderabad. June 26, 2020.
UDIN: 20028803AAAAAO3230.

REG: SRI KPR INDUSTRIES LIMITED
Year ended March 31, 2020.

ANNEXURE A TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS [*Referred to in paragraph 1 under the heading* **'Report on Other Legal and Regulatory Requirements']**

1.	a.	The company is maintaining proper records showing full particulars, including quantitative details and details about the situation of fixed assets.
	b.	These fixed assets have been verified by the Management at reasonable intervals. According to information and explanations given to us no material discrepancies have been noticed on such verification.
	c.	Title deeds in respect of immovable properties are in the name of the company.
2.		The management has conducted physical verification of inventory at reasonable intervals during the year and we are informed that no material discrepancies were noticed during such verification.
3.		The company has not granted any loans, secured or unsecured, to companies, firms. Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013.
4.		The company has not made any new investments nor granted any new loans during the year under review.
5.		The company has not accepted any Deposits.
6.		The provisions relating to maintenance of Cost Records is not applicable to the company.
7.	a.	There are no undisputed statutory dues that are outstanding for more than six months from the date they became payable.
	b.	The company did not incur any dues on account of any dispute in respect of Income Tax, Sales Tax or Customs, Excise Duty, Service Tax or GST.
8.		The company has not defaulted in repayment of borrowings from Financial Institutions / Banks. The company does not have any borrowings from Government or Debenture holders.
9.		The company has not raised any monies by way of any Public Offer or Term Loans during the year under review.
10.		To the best of our information and according to explanations given to us no fraud by the company or on the company by its officers or employees has been noticed or reported during the year under review.
11.		The managerial remuneration paid / provided by the company is in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act.
12.		The company is not a *Nidhi Company.*
13.		The transactions with related parties are in compliance with the provisions of section 177 and 188 of the Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable Accounting Standards.
14.		The company has not made any preferential allotment or private placement of shares or debentures during the year under review.
15.		The company has not entered into any non-cash transactions with its Directors or persons connected with them.
16.		The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For Ayyadevara & Co
Chartered Accountants
FRN: 000278S

Sd/-
Ayyadevara Srinivas
Proprietor
Membership No.028803
Secunderabad. June 26, 2020.

ANNEXURE "B" TO THE INDEPENDENT AUDITOR'S REPORT (Referred to in paragraph 2 (f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

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

We have audited the internal financial controls over financial reporting of Sri KPR Industries Limited (the "Company") as of March 31, 2020 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditor's Responsibility

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

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

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

Meaning of Internal Financial Controls over Financial Reporting

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

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2020, based on the internal financial control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the ICAI.

For Ayyadevara & Co
Chartered Accountants
FRN: 000278S

Sd/-
Ayyadevara Srinivas
Proprietor
Membership No.028803
Secunderabad. June 26, 2020.

SRI KPR INDUSTRIES LIMITED

Standalone Balance Sheet as at March 31,2020

Rupees

Particulars	Note No.	As at March 31, 2020	As at March 31, 2019
ASSETS			
1. Non - current assets			
a. Property, Plant and Equipment	2	**49,62,63,504**	56,68,40,600
b. Capital work - in -progress			12,36,161
c. Investment Property		-	-
d. Goodwill		-	-
e. Other Intangible assets		-	-
f. Intangible assets under development		-	-
g. Biological Assets other than bearer plants		-	-
h. Financial Assets			
(i) Investments	3	**3,79,69,700**	3,79,69,700
(ii) Trade Receivables		-	-
(iii) Loans	4	**10,62,78,476**	-
(iv) Others (to be specified)	5	**78,39,428**	85,25,253
i. Deferred tax assets (net)		-	-
j. Other non-current assets		-	-
2. Current assets			
(a) Inventories	6	**3,80,59,322**	6,06,94,171
(b) Financial Assets			
(i) Investments		-	-
(ii) Trade Receivables	7	**7,85,25,157**	9,39,28,942
(iii) Cash and cash equivalents	8	**1,02,586**	1,08,900
(iv) Bank balances other than (iii) above	9	**7,01,164**	8,96,329
(v) Loans		-	-
(vi) Others (to be specified)	10	**3,12,64,956**	8,94,27,114
(c) Current Tax Assets (Net)		-	-
(d) Other current assets		-	-
Total Assets		**79,70,04,293**	85,96,27,170
EQUITY AND LIABILITIES			
EQUITY			
(a) Equity Share capital	11	**20,14,56,950**	20,14,56,950
(b) Other Equity	12	**48,66,98,244**	46,55,56,518
LIABILITIES			
1. Non -current liabilities			
(a) Financial Liabilities			
(i) Borrowings	13	**3,85,61,166**	5,04,83,349
(ii) Trade payables		-	-
(iii) Other financial liabilities [other than those specified in item (b)]	14	**1,19,53,959**	3,01,76,303
(b) Provisions		-	-
(c) Deferred tax liabilities (Net)	15	**2,72,63,788**	4,58,31,921
(d) Other non-current liabilities		-	-
2. Current liabilities			
(a) Financial Liabilities			
(i) Borrowings	16	**50,96,855**	1,29,12,022
(ii) Trade payables	17	**78,34,679**	2,77,80,249
(iii) Other financial liabilities [other than those specified in item(c)]	18	**1,77,32,978**	2,03,83,278
(b) Other current liabilities		-	-
(c) Provisions		-	-
(d) Current Tax Liabilities (Net)		**4,05,674**	50,46,580
Total Equity and Liabilities		**79,70,04,293**	85,96,27,170
Significant Accounting Policies and other Information	1		

Notes 1 to 26 form integral part of financial statements

As per our report of even date
For Ayyadevara & Co.,
Chartered Accountants
FRN No.00278S

Sd/-

Ayyadevara Srinivas
Proprietor
ICAI Memb No.028803
Secunderabad, June 26,2020.
UDIN: 20028803AAAAAO3230

Sd/-
N.Kishan Reddy
Managing Director
00038966

Sd/-
N.Srinath Reddy
Whole Time Director
00052862

Sd/-
N.Krishna Kishore
Company Secretary

Sd/-
N.Siddha Reddy
CFO

SRI KPR INDUSTRIES LIMITED

Standalone **Statement of Profit and Loss for the period ended March 31,2020**

Rupees

Particulars	**Note No.**	**For the Period ended March 31, 2020**	For the Period ended March 31, 2019
I Revenue from operations	19	**5,25,15,394**	10,38,76,922
II Other income	20	**3,64,88,741**	4,88,92,228
III **Total Income (I+II)**		**8,90,04,135**	15,27,69,150
IV EXPENSES			
Cost of Material Consumed	21	**6,86,584**	85,09,458
Changes in inventories of finished goods and work-in-progress	22	**2,50,33,446**	10,473,678
Other manufacturing expenes	23	**33,58,675**	86,68,669
Employee benefits expense	24	**75,72,120**	1,13,93,235
Finance costs	25	**57,92,018**	91,40,535
Depreciation and amortization expense	2	**1,75,62,240**	2,14,54,181
Other expenses	26	**2,60,19,785**	5,39,96,858
Total Expenses (IV)		**8,60,24,868**	12,36,36,614
V Profit/(loss) before exceptional items and tax (III - IV)		**29,79,267**	2,91,32,536
VI Exceptional items			
VII Profit/(Loss) before tax (V - VI)		**29,79,267**	2,91,32,536
VIII Tax Expenses:			
1. Current Tax		**(405,674)**	(5,046,580)
2. Deferred Tax	16	**18,568,133**	1,53,80,767
IX Profit (Loss) for the period from continuing operations (VII-VIII)		**2,11,41,726**	3,94,66,723
X Profit/loss from discontinued operations		-	-
XI Tax expense of discontinued operations		-	-
XII Profit/(loss) from discontinued operations (after tax)(X-XI)		-	-
XIII Profit /Loss for the period (IX + XII)		**2,11,41,726**	3,94,66,723
XIV Other Comprehensive Income			
A (i) items that will not be reclassified to profit or loss		-	-
(ii) Income tax relating to items that will not be reclassified to profit or loss		-	-
B (i) Items that will be reclassified to profit or loss		-	-
(ii) Income tax relating to items that will be reclassified to profit or loss		-	-
XV Total Comprehensive Income for the period (XIII + XIV) (Comprising profit/loss and other Comprehensive Income for the period)		**21,141,726**	3,94,66,723
XVI Earning per equity share (for continuing operation):			
(1) Basic		**1.05**	1.96
(2) Diluted		**1.05**	1.96
XVII Earning per equity share (for discontinued operation):			
(1) Basic		-	-
(2) Diluted		-	-
XVIII Earning per equity share (for discontinued & continuing operations)			
(1) Basic		**1.05**	1.96
(2) Diluted		**1.05**	1.96
Significant Accounting Policies and other Information	1		

Notes 1 to 26 form integral part of financial statements

As per our report of even date	For and on behalf of Board of Directors	
For Ayyadevara & Co.,	Sd/-	Sd/-
Chartered Accountants	N.Kishan Reddy	N.Srinath Reddy
FRN No.00278S	Managing Director 00038966	Whole Time Director 00052862
Sd/- Ayyadevara Srinivas Proprietor ICAI Memb No.028803 Secunderabad, June 26,2020. UDIN: 20028803AAAAAO3230	Sd/- N.Krishna Kishore Company Secretary	Sd/- N.Siddha Reddy CFO

SRI KPR INDUSTRIES LIMITED

STANDALONE **CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2020**

Rupees

Particulars	Current year 31.03.2020	Previous Year 31.03.2019
A. Cash Flow from Operating Activities		
Profit before Depreciation, Interest and Tax	**26,333,525**	59,727,253
Less : Other Income considered separately	**(36,488,741)**	(48,892,228)
	(10,155,216)	10,835,025
(Increase) / Decrease in Inventories	**22,634,849**	12,736,419
(Increase) / Decrease in Receivables	**15,403,785**	(25,695,576)
(Increase) / Decrease in Others	**58,162,158**	(77,367,676)
Excess provision written back		
Increase / (Decrease) in Current Liabilities	**(30,411,037)**	(1,942,430)
Income Tax Paid (including Dividend Distribution Tax)	**(5,046,580)**	(7,082,596)
	50,587,959	(88,516,834)
B. Cash Flow from Investing Activities		
(Increase)/Decrease in Fixed Assets	**54,351,017**	53,858,164
Other Income	**36,488,741**	48,892,228
	90,839,758	102,750,392
C. Cash Flow from Financing Activities		
Increase/(Decrease) in Long Term Borrowings	**(30,244,527)**	(10,887,062)
Increase/(Decrease) in Long Term Advances	**(105,592,651)**	20,495,831
Interest Paid	**(5,792,018)**	(9,140,535)
Dividend Paid	**-**	(20,135,194)
	(141,629,196)	(19,666,960)
D. Net Increase/(Decrease) in cash and cash equivalents [A+B+C]	**(201,479)**	(5,433,402)
Cash and cash equivalents at the beginning of the year	**1,005,229**	6,438,631
Cash and cash equivalents at the end of the Period	**803,750**	1,005,229
	(201,479)	(5,433,402)

As per our report of even date
For Ayyadevara & Co.,
Chartered Accountants
FRN No.00278S

Sd/-
Ayyadevara Srinivas
Proprietor
ICAI Memb No.028803
Secunderabad, June 26, 2020.

For Sri KPR Industries Limited

Sd/-
N Kishan Reddy
Managing Director
00038966

Sd/-
N Srinath Reddy
Whole Time Director
00052862

Sd/-
N.Krishna Kishore
Company Secretary

Sd/-
N Siddha Reddy
CFO

Sri KPR Industries Limited
Year ended March 31, 2020.
Notes forming part of standalone financial statements

Note 1 : SIGNIFICANT ACCOUNTING POLICIES AND OTHER INFORMATION

I. GENERAL CORPORATE INFORMATION.

Sri KPR Industries Limited ('Sri KPR') is a Public Limited company incorporated and Domiciled in India, having its registered office at Secunderabad, Telangana, India. Sri KPR has its primary listing on the Bombay Stock Exchange (BSE) in India.

Sri KPR is engaged in the business of manufacture and sale of AC Pressure Pipes and Couplings. Sri KPR has primarily two segments viz., Pipes Division and Wind Power Division. AC Pressure Pipes are manufactured at its facility located at Gundlapochampally (V), Medchal, Telangana State. Wind Power is generated through own Wind Mills located in the states of Andhra Pradesh, Tamil Nadu and Madhya Pradesh. Sri KPR has a wholly owned subsidiary by name Sri KPR Infra & Projects Limited engaged in the business of Civil Contracts. The wholly owned subsidiary has invested 49% of capital in an associated concern by name Sri Pavan Energy Private Limited, which is engaged in Wind Power generation.

II. Compliance with Indian Accounting Standards

The financial statements are prepared in accordance with Indian Accounting Standards (Ind AS) as notified under section 133 of the Companies Act 2013 (the Act), read with Companies (Indian Accounting Standard) Rules 2015. The company has uniformly applied all the applicable accounting policies during the periods presented.

III. COVID-19 Impact

The company has evaluated the impact of Coronavirus (COVID-19) impact on the operations and future economic activity of the company and based on its review and current indicators and future economic prospects there is no significant impact on the business of the company or its operations.

IV. Overall Considerations

The financial statements have been prepared using significant accounting policies that are in effect as at March 31, 2018 as presented in detail hereunder.

V. SIGNIFICANT ACCOUNTING POLICIES

A. System of Accounting:

i. The company follows mercantile system of accounting and recognizes Income and Expenditure on accrual basis.

ii. The Financial statements have been prepared in all material aspects with Indian Accounting Standards (Ind AS) prescribed under the provisions of the Companies Act, 2013.

iii. Financial statements are prepared on historical cost basis and as a going concern.

B. Revenue Recognition:

i. Sale of goods is recognized at the point of dispatch of goods to customers and Gross Sales are inclusive of duties and taxes. On commencement of GST, sales are net of GST.

ii. Income from Sale of Wind Power is recognized on the basis of units measured and certified by the concerned State Authorities.

iii. Dividends are recognized as income of the year in which the same are received.

C. Property, Plant & Equipment and Depreciation

i. Property, Plant & Equipment acquired by the company are reported at acquisition value, with deductions for accumulated depreciation and impairment losses, if any.

ii. The acquisition cost includes the purchase price (excluding refundable taxes) and expenses directly attributable to the asset to bring it to the site and in the working condition for intended use.

iii. Depreciation is provided in accordance with Schedule II of the Companies Act, 2013 in respect of the remaining useful life of the asset as far as the existing assets are concerned. In respect of additions, depreciation is provided on the basis of the useful life of the assets as prescribed by Schedule II of Companies Act, 2013.

D. Investments

Non-current investments are stated at cost. Traded shares are stated at cost or market value whichever is lower. Mutual Fund investments are stated at lower of cost or fair value

E. Inventories

Stocks are valued at cost or realizable value whichever is lower. Cost of finished goods for this purpose is arrived at on absorption costing basis and is inclusive of excise duty.

F. Staff Benefits

Provident Fund Contributions and other staff benefits are accounted on accrual basis. The company is in the process of ascertaining appropriate Group Gratuity Scheme for subscription and the premium / contributions towards the same will be charged to revenue as and when paid. Pending the finalization of the scheme gratuity payments if any, made to the employees is charged to revenue as and when paid.

G. Borrowing Costs:

Costs in respect of borrowings for acquiring / constructing fixed investments, relating to the period they are operational, are capitalized to such investments. Borrowing costs relating to period after the commencement of operations of the project are charged to revenue.

H. Current and Deferred Tax

Accounting treatment in respect of current and deferred tax is in accordance with Indian Accounting Standard 12 (Ind AS 12): "Income Taxes ".

I. Impairment of Assets:

The carrying amounts of assets are reviewed at each Balance Sheet date, if there is any indication of impairment based on internal / external factors. An impairment loss will be recognized wherever the carrying amount of an asset exceeds its estimated recoverable amount. The recoverable amount is greater of the asset's net selling price and value in use. In assessing the value in use, the estimated future cash flows are discounted to the present value using the weighted average cost of capital. In carrying out such exercise, due effect is given to the requirements of Schedule II of the Companies Act, 2013.

J. Earnings Per Share (EPS):

This is calculated by dividing the net profit after tax (PAT) for the period attributable to equity shareholders, by number of shares outstanding at the end of the year. In case there are any changes in the equity during the year, EPS would be calculated on the weighted average number of shares outstanding during the period including adjustments of bonus issue, if any.

K. **Proposed Dividends**

Proposed dividends on equity shares are subject to approval at the annual general meeting and are not recognized as a liability (including DDT thereon) as at 31 March 2018. In respect of the first-time application of Ind AS, the provision for dividend made in the earlier years (Including DDT thereon) have been reversed to balance of Profit & Loss Account.

VI. Foreign exchange earnings & outgo

Particulars	**Current Year**	Previous Year
Earning	-	-
Outgo – Towards import of raw material	-	-
In US $	-	-
In Indian Rupees	-	-

VII. Related Party Transactions

Rupees in Lacs

Name of the Related Party (Relation)	Nature of Transaction	Transaction Value	Maximum Balance	Year-end balance (+) Receivable / (-) Payable	Amount written-off returned back
Sri KPR Infra & Projects Ltd (A 100% Subsidiary)	Sale of Pipes	10.66	10.66	Nil	Nil
- Do -	Advance Given	1067.78	1067.78	(+) 1067.78	Nil
Sri. N. Kishan Reddy	Director's remuneration	2.00	-	Nil	Nil
Sri. N. Srinath Reddy	Director's remuneration	12.00	-	Nil	Nil
Sri. G. Raja Reddy	Director's remuneration	1.00	-	Nil	Nil
Sri. A. Bhoopal Reddy	Director's remuneration	1.00	-	Nil	Nil
Sri KPR Family Trust	A co-ownership building in which a Director and relatives are interested.	2.07	-	Nil	Nil

VIII. Segment Particulars

Rupees in Lacs

Particulars	**Current Year**		Previous Year	
Nature of the Segment	Wind Power	Pipes	Wind Power	Pipes
Revenues	**448.12**	**273.87**	**610.27**	**1347.44**
Identifiable Operating Expenses				
a. Maintenance and Other Expenses	**59.03**	**399.63**	**122.08**	**1131.23**
b. Interest	**45.90**	**12.02**	**71.08**	**49.39**
c. Depreciation	**112.96**	**62.66**	**186.00**	**69.61**
Segment Operating Income	**230.23**	**(200.44)**	**231.11**	**97.21**
Segment Assets	**1875.16**	**6094.88**	**3180.05**	**5532.29**
Segment Liabilities	**379.05**	**876.68**	**549.76**	**2208.76**

IX. The details with respect to the dues under MSME Act are being furnished to the extent details are available with the company. The company has written to its creditors seeking details of their status under the MSME Act. However, there are no dues to the creditors that are more than one year old.

X. Previous year's figures are regrouped and reclassified wherever considered necessary to conform with the current year grouping / classifications. This includes the reclassification necessitated by conversion into Ind AS and amalgamation of the subsidiaries.

XI. The Financial statements are presented in Indian Rupees which is also the functional and presentation currency of the company and all amounts are rounded off to nearest rupee.

SRI KPR INDUSTRIES LIMNITED

STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED MARCH 31, 2020

Equity Share Capital	**Rupees**
Balance as on 31.03.2019	20,14,56,950
Changes During the year	-
Balance as on 31.03.2020	20,14,56,950

II **Other Equity** **Rupees**

		Reserves and Surplus			
Sl.No	**Particulars**	**State Subisidy**	**General Reserve**	**Revaluation Reserve**	**Retained Earnings**
1	Balance as on 31.03.2019	47,02,036	1,17,91,496	28,48,30,966	16,42,32,020
	Being increase in value				
	Add : Transfer from Profit & Loss				
	Add: Profit for the year				2,11,41,726
	Less: Dividend for the year paid				
	Less DDT paid for the year				
	Less: Transfer to General Reserve				
2	**Balance as on 31.03.2020**	**4,702,036**	**11,791,496**	**28,48,30,966**	**18,53,73,746**

SRI KPR INDUSTRIES LIMITED

NOTES FORMING PART OF SINANCIAL STATEMENTS

Note 2: Property, Plant & Equipment **Rupees**

Particulars	Land	Office equipment	Vehicles	Factory Building	Non - Factory Building	Plant & Machinery	Disel Generator	Misc Fixed assets	Pollution Control Equipment	Office Equipment	Wind Mills	**Total**
Period ended 31.03.2020												
Gross carrying amount												
As on April 01, 2019	29,07,09,525	25,68,249	63,74,292	4,54,63,369	24,02,597	5,88,99,008	20,63,318	67,65,028	60,80,237	30,993	338,894,452	76,02,51,068
Additions		-	-	-	-	-	-	-	-	-	-	-
Disposals	4,402,748	-	-	-	-	-	-	-	-	-	**86,055,944**	**9,04,58,692**
Closing gross carrying amount 31.03.2020	**28,63,06,777**	**25,68,249**	**63,74,292**	**4,54,63,369**	**24,02,597**	**5,88,99,008**	**20,63,318**	**67,65,028**	**60,80,237**	**30,993**	**25,28,38,508**	**66,97,92,376**
Accumulated depreciation												
As on April 01, 2019	-	2,441,262	3,332,934	26,602,234	2,381,049	53,911,708	1,959,261	5,216,743	6,065,186	29,443	91,470,648	19,34,10,468
Depreciation charge during the year	**-**	**14,169**	**386,080**	**1,886,094**	-	**3,592,707**		**387,086**	-	-	**11,296,104**	**1,75,62,240**
Disposals	-	-	-	-	-	-	-		-	-	37,443,836	37,443,836
Closing accumulated depreciation 31.03.2020	-	**24,55,431**	**37,19,014**	**2,84,88,328**	**23,81,049**	**5,75,04,415**	**19,59,261**	**56,03,829**	**60,65,186**	**29,443**	**6,53,22,916**	**17,35,28,872**
Net carrying amount 31.03.2019	290,709,525	126,987	3,041,358	18,861,135	21,548	4,987,300	104,057	1,548,285	15,051	1,550	247,423,804	566,840,600
Net carrying amount 31.03.2020	**286,306,777**	**112,818**	**2,655,278**	**16,975,041**	**21,548**	**1,394,593**	**104,057**	**1,161,199**	**15,051**	**1,550**	**187,515,592**	**496,263,504**

Particulars		As at March 31, 2020	As at March 31, 2019
			Rupees
Note 3 : Non current investments			
1,38,199 equity shares of Rs.2/- each in Balaji Amines Limited		**29,44,000**	2,944,000
including bonus shares (Quoted value as 31.03.2020 - 3.47 crores)			
In Subsidiaries		**-**	-
35,00,000 equity shares of Rs.10/- each in Sri Kpr Infra & Projects Ltd.		**3,50,00,000**	35,000,000
(100% subsidiary)		**-**	-
Indira Vikas Patra (to be encashed)		**200**	200
National Savings Certificate (to be encashed)		**25,500**	25,500
	Total	**37,969,700.00**	37,969,700
Note 4 : Loans			
Loans to related party (100% subsidiary)		**106,278,476**	
	Total	**106,278,476**	-
Note 5 : Others			
Deposits		**7,839,428**	8,525,253
	Total	**7,839,428**	8,525,253
Note 6 : Inventories			
(As verified, valued and certified by the management)			
Raw materials			251,409
Finished goods		**3,25,07,316**	51,142,104
Work - in - progress		**23,12,770**	8,711,428
Traded shares		**32,39,236**	589,230
	Total	**38,059,322**	60,694,171
Note 7: Trade receivables			
(Unsecured and considered good)			
Others		**7,85,25,157**	93,928,942
	Total	**78,525,157**	93,928,942
Note 8: Cash & cash equivalents			
Cash in hand		**1,02,586**	108,900
	Total	**1,02,586**	108,900
Note 9 : Bank balances			
Balance with scheduled banks			
In current accounts		**7,01,164**	896,329
	Total	**701,164**	896,329
Note 10 : Others			
Balance with Revenue Authorities		**15,643**	15,643
Income Tax & TDS		**4,259,078**	4,103,922
Advances recoverable in cash or in kind		**7,274,809**	8,520,721
Investment in Prperties		**17,365,910**	71,314,502
Others		**2,349,516**	5,472,326
	Total	**31,264,956**	89,427,114

Particulars	As at March 31, 2020	As at March 31, 2019
Note11 : Equity share capital		
a. Authorised		
2,10,00,000 Equity Shares of Rs. 10/- each.	**2,10,00,000**	2,10,00,000
	2,10,00,000	**21,00,00,000**
b. Issued, subscribed & paid up		
20145695 Equity Shares of Rs. 10/- each fully paid up	**20,14,56,950**	20,14,56,950
	20,14,56,950	**20,14,56,950**
c. Par value of shares	**Rs.10/-**	Rs.10/-
d. Number of shares outstanding at begining of the	**2,01,45,695**	2,01,45,695
year Changes during the year		-
Number of shares outstanding at end of the year	**2,01,45,695**	2,01,45,695

e.**Restriction on disbursement of Dividend**: As part of the general terms & conditions in respect of borrowings from Banks, prior permission should be taken from the lending Banksbefore distribution of dividend. Similarly, the term lenders have imposed a condition that, no dividend shall be declared in the event of default in the scheduled repayment of instalment.

f. Particulars of each shareholder holding more than 5% of share capital:

	No. of shares	%	No. of shares	%
1.N.Kishan Reddy	**1958385**	**9.72**	1947089	9.67
2.N.Vinil Reddy	**1899654**	**9.43**	1895354	9.41
3.N.Vijaya	**1733085**	**8.60**	1733085	8.60
4..N.Vinitha	**1699062**	**8.43**	1699062	8.43
5.G.Raja Reddy	**1483802**	**7.37**	1483802	7.37
6.NBOS technologies Private Limited	**1105600**	**5.49**	1105600	5.49

g. During the five years immediately preceding the current financial year , the company has not issued any shares without payment being received in cash, nor issued any bonus shares. The company did not buy back any shares during the said period.

h. The company has only one class of shares i.e. Equity Shares.

Note 12 : Other Equity - Reserves & Surplus		
State Subsidy	**47,02,036**	47,02,036
General Reserve	**11,791,496**	11,791,496
Revaluation Reserve	**28,48,30,966**	28,48,30,966
Retained Earnings	**18,53,73,746**	16,42,32,020
Total	**48,66,98,244**	46,55,56,518
Note 13 : Borrowings Non- Current		
a. Secured		
Term loans		
(i) The borrowings from IREDA	**2,27,25,485**	2,94,15,979
(Secured by first charge on wind electric generator at Madhya Pradesh and further guaranteed by the Directors of the company Sri.A.Bhoopal Reddy,Sri.N.K.Sudershan Reddy, Sri.N.Kishan Reddy and Sri.N.Raja Reddy. The extent of guarantee provided by all Directors is Rs.10.38 crores. the term loan is payable in 40 quarterly instalments)		
(ii) Loan from ICICI	**1,06,34,680**	68,21,133
b. Un Secured loans from		
Others		
c.Deferred Sales Tax	**52,01,001**	1,42,46,237
Total	**3,85,61,166**	5,04,83,349

Particulars	As at March 31, 2020	As at March 31, 2019
Note 14 : Other finance obligations		
Performance retention monies	**1,19,53,959**	3,01,76,303
Total	**1,19,53,959**	3,01,76,303
Note 15 : Deffered tax liability		
On accoubt of timing difference brought forward	**4,58,31,921**	6,12,12,688
Add/Less : Timing differnce orginating during the year	**18,568,133**	1,53,80,767
Total	**27,263,788**	4,58,31,921
Note 16 : Borrowings - Current Financial Liabilities		
a. Secured		
Towards working capital - Repayable on demand		
State Bank of India	**50,96,855**	1,29,12,022
Total	**5,096,855**	1,29,12,022
(The borrowings from SBI, Commercial branch, Koti, Hyderabad towards working capital limits, are secured by way of hypothecation pf stcoks and debtors and second charge on all fixed assets of the company both the present and future and are further guaranteed by the Directors of the company Sr.A.Bhoopal Reddy, Sri.N.K.Suderashan Reddy, Sri.N.Kishan Reddy and Sri.G.Raja Reddy. The extent of guarantee provided by all the Directors are as under :		
Name of the bank / Name of facility	Aggregate amount of guarantee as per sanction letter	On-demand
State Bank of India, Commercial bramch, Koti, Hyderabad - Working capital fund based Rs,3.00 crores.	Rs.9.00crores	Rs.9.00crores
In addition to the guarantee above Sri N.Kishan Reddy provided collateral security by way of deposit of title deeds of his house property	Rs.8.29crores	Rs.8.29crores
Note 17 : Trade payables		
Sundry creditors		-
Dues to small scale industries	**2,46,393**	11,29,721
Sundry creditors - Raw materials		4,25,545
Sundry creditors - Expenses	**46,10,681**	1,30,73,831
Sundry creditors - Others	**29,77,605**	1,31,51,152
Total	**78,34,679**	2,77,80,249
Note 18 : Other financial liabilities		
Instalment of secured loans due within an year	**1,51,80,000**	1,51,80,000
Others	**25,52,978**	52,03,278
Total	**1,77,32,978**	2,03,83,278

Particulars	For the Period ended March 31, 2020	For the Period ended March 31, 2019
Note 19 : Revenue From Operations		
Sale of asbetos cement pressure pipes	**1,02,31,138**	5,40,68,888
Less : GST	**20,26,759**	1,27,39,247
Net sales	**82,04,379**	4,13,29,641
Sale of wind electric power	**4,43,11,015**	6,25,47,281
Total	**5,25,15,394**	10,38,76,922
Note 20 : Other Income		
Dividend	**3,78,796**	77,38,208
Interest	**8,619**	
Sale of shares		-
Loss on sale o f wind mill		1,063,623
Profit on sale of land	**9,885,652**	
Proceeds from insurance maturiry	**8,910,000**	
Incentives from IREDA	**5,01,650**	1,955,013
Write off	**1,68,04,024**	38,135,384
Total	**3,64,88,741**	4,88,92,228
Note 21 : Cost of material consumed		
Opening Stock	**2,51,409**	25,14,150
Add: Purchase of material	**4,35,175**	62,46,717
Sub- Total	**6,86,584**	87,60,867
Less : Closing stock		2,51,409
Material consumed	**6,86,584**	85,09,458
Note 22 : Changes in inventory of finshed goods & work in - progress		
Stock at close - Work-in-progress	**23,12,770**	87,11,428
Finished goods	**3,25,07,316**	5,11,42,104
Sub - Total	**3,48,20,086**	5,98,53,532
Stock at opening - Work-in-progress	**87,11,428**	1,07,53,682
Finished goods	**5,11,42,104**	5,95,73,528
Sub - Total	**5,98,53,532**	7,03,27,210
Difference of (a) and (b) Increase (-) / Decrease(+)	**(25,033,446)**	(10,473,678)
Note 23: Other manufacturing expenses		
Repairs & Mainatinace - Plant & Machinery	**1,82,228**	40,000
Repairs & Mainatinace - Building & Others	**7,950**	7,55,870
Power & Fuel	**24,93,370**	4097068
Stores & Spares consuked	**58,531**	11,12,593
Loading & Unloading expenes	**4,81,000**	25,03,400
Other expenes	**135,596**	1,59,738
Total	**33,58,675**	86,68,669
Note 24 : Employee benfit expenses		
Salaries, wages and bonus	**47,52,549**	93,10,732
Contribution to PF	**6,07,589**	888658
Contribution to ESI	**1,79,485**	3,52,198
Gratuity	**16,50,893**	1,62,500
Staff wellfare expenses	**1,96,471**	169519
Security services	**1,60,133**	4,84,628
Professional tax	**25,000**	25,000
Total	**75,72,120**	1,13,93,235

Particulars	For the Period ended March 31, 2020	For the Period ended March 31, 2019
Note 25 : Finance cost		
Interst on term loan	**4590350**	56,47,859
Interest on cash credit	**10,99,390**	21,61,994
Interest on unsecured loans & others	**13,476**	10,77,065
Bank charges	**88,802**	2,53,617
Total	**57,92,018**	91,40,535
Note 26 : Other expenses		
Rent	**2,07,000**	2,07,000
Trading items	**4,18,209**	56,17,773
Auditors remuneration	**2,50,000**	5,00,000
Insurance	**21,66,134**	25,46,484
Directors remuneration	**16,00,000**	60,00,000
Wind mill expenses	**25,39,612**	1,03,26,908
Loss on sale assets	**19,07,108**	15,085,280
Other expenses	**1,69,31,722**	1,37,13,413
Total	**2,60,19,785**	5,39,96,858

Signatories to Notes 1 to 26
As per our report of even date
For Ayyadevara & Co.,
Chartered Accountants
FRN No.00278S

Sd/-
Ayyadevara Srinivas
Proprietor
ICAI Memb No.028803
Secunderabad, June 26,2020.
UDIN: 20028803AAAAAO3230

Sd/-
N.Kishan Reddy
Managing Director
00038966

Sd/-
N.Srinath Reddy
Whole Time Director
00052862

Sd/-
N.Krishna Kishore
Company Secretary

Sd/-
N.Siddha Reddy
CFO

Ayyadevara & Co.
Chartered Accountants

1-2-386/A/1, Gagan Mahal,
Hyderabad 500 029.
Ph: +91-40-27632354, 27642952
e-mail: sridevar@yahoo.co.in
URL: www.ayyadevara.com

INDEPENDENT AUDITOR'S REPORT

To the Members of Sri KPR Industries Limited

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the accompanying consolidated financial statements of Sri KPR Industries Limited (hereinafter referred to as the 'Holding Company") and its subsidiary Sri KPR Infra & Projects (which include the financial statements of the associate of the subsidiary, viz., Sri Pavan Energy Private Limited (Holding Company, the subsidiary and its associate together referred to as "the Group"), which comprise the consolidated Balance Sheet as at March 31, 2020, and the consolidated statement of Profit and Loss, and the consolidated cash flows Statement for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the consolidated state of affairs of the Group, as at March 31, 2020, of consolidated profit, and its consolidated cash flows for the year then ended.

Basis for Opinion

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

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. During the course of our audit we have not identified any key audit matters that require specific mention in this section of our report.

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

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

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

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

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

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

The Holding Company's Board of Directors is responsible for the preparation and presentation of these consolidated financial statements in term of the requirements of the Companies Act, 2013 (the Act) that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group including its associates and jointly controlled entities in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act. The respective Board of Directors of the companies included in the Group and of its associates and jointly controlled entities are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial statements, the respective Board of Directors of the companies included in the Group and of its associates and jointly controlled entities are responsible for assessing the ability of the Group and of its associates and jointly controlled entities to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group and of its associates and jointly controlled entities are responsible for overseeing the financial reporting process of the Group and of its associates and jointly controlled entities.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

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

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

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

b. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.

c. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

d. Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group and its associates and jointly controlled entities to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group and its associates and jointly controlled entities to cease to continue as a going concern.

e. Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

f. Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group and its associates and jointly controlled entities to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities included in the consolidated financial statements of which we are the independent auditors. For the other entities included in the consolidated financial statements, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

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

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

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

Other Matters

We did not audit the financial statements / financial information of Sri KPR Infra & Projects Limited, whose financial statements / financial information reflect total assets (including those of the associate of such subsidiary) of Rs. 8022.08 Lakhs as at March 31, 2020, total revenues of Rs. 1334.98 Lakhs and net cash flows amounting to Rs. (-) 157.96 Lakhs for the year ended on that date, as considered in the consolidated financial statements. These financial statements / financial information have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, jointly controlled entities and associates, and our report in terms of sub-section (3) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiaries, jointly controlled entities and associates, is based solely on the reports of the other auditors.

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

Report on Other Legal and Regulatory Requirements

As required by Section 143(3) of the Act, we report, to the extent applicable, that:

a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statements.
b. In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books and the reports of the other auditors.
c. The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss, and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
d. In our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act read with Rule 7 of the Companies (Accounts) Rules, 2014.
e. On the basis of the written representations received from the directors of the Holding Company as on 31st March, 2020 taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditors of its subsidiary companies, associate companies and jointly

controlled companies incorporated in India, none of the directors of the Group companies, its associate companies and jointly controlled companies incorporated in India is disqualified as on 31st March, 2020 from being appointed as a director in terms of Section 164(2) of the Act.

f. With respect to the adequacy of internal financial controls over financial reporting of the Group and the operating effectiveness of such controls, refer to our separate report in Annexure.

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

   (i) There are no pending litigations that significantly impact the financial position of the company.

   (ii) The Group, did not have any material foreseeable losses on long-term contracts including derivative contracts.

   (iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Holding Company, and its subsidiary companies, associate companies and jointly controlled companies incorporated in India.

For Ayyadevara & Co
Chartered Accountants
FRN: 000278S

Sd/-
Ayyadevara Srinivas
Proprietor
Membership No.028803
Secunderabad. June 26, 2020.

ANNEXURE TO THE INDEPENDENT AUDITOR'S REPORT (Referred to in paragraph (f) under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of Sri KPR Industries Limited, of even date, on the Consolidated Financial Statements)

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

We have audited the internal financial controls over financial reporting of Sri KPR Industries Limited ("the Company") as of March 31, 2020 in conjunction with our audit of the consolidated financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditor's Responsibility

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the Company based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. We believe that the audit evidence we have obtained, is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls system over financial reporting of the Company.

Meaning of Internal Financial Controls Over Financial Reporting

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

Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2020, based on the internal control over financial reporting criteria established by the

Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Ayyadevara & Co
Chartered Accountants
FRN: 000278S
Sd/-
Ayyadevara Srinivas
Proprietor
Membership No.028803
Hyderabad. June 26, 2020.

SRI KPR INDUSTRIES LIMITED
CONSOLIDATED
BALANCE SHEET AS AT MARCH 31, 2020.

SRI KPR INDUSTRIES LIMITED
CONSOLIDATED BALANCE SHEET AS AT MARCH 31, 2020

Rupees

Particulars	Note No.	As at March 31, 2020	As at March 31, 2019
ASSETS			
1. Non - current assets			
a. Property, Plant and Equipment	2	**102,09,99,202**	110,97,92,871
b. Tangible Assets		-	-
c. Capital Work in Progress		-	12,36,161
d. Goodwill		-	-
e. Other Intangible assets		-	-
f. Intangible assets under development		-	-
g. Biological Assets other than bearer plants		-	-
h. Financial Assets		-	-
(i) Investments	3	**29,69,700**	29,69,700
(ii) Trade Receivables		-	-
(iii) Loans		-	-
(iv) Others (to be secified)		-	-
i. Deferred tax assets (net)		-	-
j. Other non-current assets	4	**78,39,428**	85,25,253
2. Current assets			
(a) Inventories	5	**6,17,67,092**	13,22,27,526
(b) Financial Assets			
(i) Investments		-	-
(ii) Trade Receivables	6	**16,00,02,932**	16,42,42,582
(iii) Cash and cash equivalents	7	**6,80,299**	18,68,067
(iv) Bank balances other than (iii) above	8	**1,75,46,159**	3,23,56,495
(v) Loans		-	-
(vi) Others (to be specified)	9	**18,58,06,677**	24,59,83,143
(c) Current Tax Assets (Net)		-	-
(d) Other current assets		-	-
Total Assets		**145,76,11,489**	169,92,01,798
EQUITY AND LIABILITIES			
EQUITY			
(a) Equity Share capital	10	**20,14,56,950**	20,14,56,950
(b) Other Equity	11	**78,38,59,761**	73,97,53,410
LIABILITIES			
1. Non -current liabilities			
(a) Financial Liabilities			
(i) Borrowings	12	**14,12,31,545**	29,37,00,653
(ii) Trade payables		-	-
(iii) Other financial liabilities (other than		-	-
those specified in item (b), to be specified)	13	**13,51,01,635**	3,52,04,303
(b) Provisions			
(c) Deferred tax liabilities (Net)	14	**4,84,44,829**	7,23,84,025
(d) Other non-current liabilities		-	-
2. Current liabilities			
(a) Financial Liabilities			
(i) Borrowings	15	**1,09,92,692**	2,00,27,486
(ii) Trade payables	16	**1,75,52,141**	15,71,60,153
(iii) Other financial liabilities (other than			
those specified in item (c)			
(b) Other current liabilities	17	**11,62,45,104**	16,77,69,517
(c) Provisions		-	-
(d) Current Tax Liabilities (Net)		**27,26,832**	1,17,45,301
Total Equity and Liabilities		**145,76,11,489**	169,92,01,798
Accompanying notes to the financial statements	1		

Notes 1 to 26 form integral part of financial statements

As per our report of even date
For Ayyadevara & Co.,
Chartered Accountants
FRN No.00278S

Sd/-
Ayyadevara Srinivas
Proprietor
ICAI Memb No.028803
Secunderabad, June 26,2020.

For and on behalf of Board of Directors

Sd/-	**Sd/-**
N.Kishan Reddy	N.Srinath Reddy
Managing Director	Whole Time Director
00038966	00052862
Sd/-	**Sd/-**
N. Krsihna Kishore	N.Siddha Reddy
Company Secretary	CFO

SRI KPR INDUSTRIES LIMITED

CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2020.

Rupees

Particulars	Note No.	For the Period ended March 31, 2020	For the Period ended March 31, 2019
I Revenue from operations	18	**16,74,92,982**	35,85,91,408
II Other income	19	**4,50,09,207**	80,31,663
III Total Income (I+II)		**21,25,02,189**	36,66,23,071
IV EXPENSES			
Cost of Material Consumed	20	**26,73,656**	2,55,33,397
Changes in inventories of finished goods and work-in-progress	21	**75,172,099**	15,471,007
Manufacturing & Contract Expenes	22	**1,76,87,963**	9,70,43,320
Employee benefits expense	23	**1,07,71,710**	1,52,83,906
Finance costs	24	**1,67,53,095**	2,43,58,787
Depreciation and amortization expense	2	**3,78,41,142**	4,23,02,327
Other expenses	25	**3,49,25,065**	8,20,64,191
Total Expenses (IV)		19,58,24,730	30,20,56,935
V Profit/(loss) before exceptional items and tax (III - IV)		**1,66,77,459**	6,45,66,136
VI Exceptional items {(Short)/Excess provision of IT]			(1,235,900)
VII Profit/(loss) before tax (V - VI)		**1,66,77,459**	6,33,30,236
VIII Tax Expenses:			
1. Current Tax		**(1,690,832)**	(11,745,301)
2. Deferred Tax		**22,903,196**	37,076,011
IX Profit (Loss) for the period from continuing operations (VII-VIII)		**37,889,823**	88,660,946
X Profit/loss from discontinued operations		-	-
XI Tax expense of discontinued operations		-	-
XII Profit/(loss) from discontinued operations (after tax)(X-XI)		-	-
XIII Profit /Loss for the period (IX + XII)		**37,889,823**	8,86,60,946
XIV Other Comprehensive Income			
A (i) items that will not be reclassified to profit or loss		-	-
(ii) Income tax relating to items that will not be reclassified to profit or loss			
B (i) Items that will be reclassified to profit or loss		-	-
(ii) Income tax relating to items that will be reclassified to profit or loss			
XV Total Comprehensive Income for the period (XIII + XIV) (Comprising profit/loss and other Comprehensive Income for the period)		**37,889,823**	8,86,60,946
XVI Earning per equity share (for continuing operation):			
(1) Basic		**1.88**	3.13
(2) Diluted		**1.88**	3.13
XVII Earning per equity share (for discontinued operation):			
(1) Basic		-	-
(2) Diluted		-	-
XVIII Earning per equity share (for discontinued & continuing operations)			
(1) Basic		-	-
(2) Diluted		-	-
Accompanying notes to the financial statements			

Notes 1 to 26 form integral part of financial statements

As per our report of even date
For Ayyadevara & Co.,
Chartered Accountants
FRN No.00278S

Sd/-
Ayyadevara Srinivas
Proprietor
ICAI Memb No.028803
Secunderabad, June 26,2020.

For and on behalf of Board of Directors

Sd/-
N.Kishan Reddy
Managing Director
00038966

Sd/-
N.Srinath Reddy
Whole Time Director
00052862

Sd/-
N.Krishna Kishore
Company Secretary

Sd/-
N.Siddha Reddy
CFO

SRI KPR INDUSTRIES LIMITED

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2020

Rupees

Particulars	**Current Year March 31, 2020**	**Previous Year March 31, 2019**
A. Cash Flow from Operating Activities		
Profit before Depreciation, Interest and Tax	**71,271,696**	119,664,442
Less : Other Income considered separately	**(45,009,207)**	(8,031,663)
NET	**26,262,489**	111,632,779
(Increase) / Decrease in Inventories	**70,460,434**	17,793,573
(Increase) / Decrease in Receivables	**4,239,650**	45,645,802
Increase / (Decrease) in Current Liabilities	**(200,167,219)**	(70,436,009)
Increase / (Decrease) in Other Current assets	**60,176,466**	(21,864,067)
Income Tax Paid (including Dividend distribution tax paid)	**(9,018,469)**	(22,142,000)
Total A	**(48,046,649)**	60,630,078
B. Cash Flow from Investing Activities		
(Increase)/Decrease in Fixed Assets	**52,188,588**	(235,860,028)
(Increase)/Decrease in Non Current Assets	**685,825**	(490,000)
Other Income	**45,009,207**	8,031,663
Total B	**97,883,620**	(228,318,365)
C. Cash Flow from Financing Activities		
Increase/(Decrease) in Long term borrowings	**(49,081,980)**	215,680,330
Interest Paid	**(16,753,095)**	(24,358,787)
Dividend paid		(20,135,194)
Total C	**(65,835,075)**	171,186,349
D. Net Increase/(Decrease) in cash and cash equivalents [A+B+C]	**(15,998,104)**	3,498,062
Cash and cash equivalents at the beginning of the year	**34,224,562**	30,726,500
Cash and cash equivalents at the end of the Period	**18,226,458**	34,224,562
Increase/(-)Decrease	**(15,998,104)**	3,498,062

As per our report of even date
For Ayyadevara & Co.,
Chartered Accountants
FRN No.00278S

Sd/-
Ayyadevara Srinivas
Proprietor
ICAI Memb No.028803
Secunderabad. June 26,2020.

For and on behalf of Board of Directors

Sd/-
N.Kishan Reddy
Managing Director
00038966

Sd/-
N.Srinath Reddy
Whole Time Director
00052862

Sd/-
N.Krishna Kishore
Company Secretary

Sd/-
N.Siddha Reddy
CFO

Sri KPR Industries Limited
Year ended March 31, 2020.
Notes forming part of consolidated financial statements

1. SIGNIFICANT ACCOUNTING POLICIES & OTHER INFORMATION

A. BASIS OF CONSOLIDATION AND PRESENTATION:

i. The financial statements of Sri KPR Industries Limited (Holding Company) and Sri KPR Infra & Projects Limited (a 100% Subsidiary) have been consolidated in accordance with the Indian Accounting Standard 110, Ind AS – 110 "Consolidated Financial Statements", and are presented to the extent possible in the same manner as the Company's separate financial statements. The consolidation is carried out on the basis of the consolidated statements of the subsidiary, which include the financial statements of associate company Sri Pavan Energy Private Limited in which the subsidiary holds 49% equity.

ii. Both the holding company and the subsidiary follow same set of accounting policies in the preparation and presentation of the financial statements.

iii. **Minority Interest:** As the subsidiary is wholly owned, no minority arises.

B. GENERAL CORPORATE INFORMATION.

The holding company is engaged in the business of manufacture of A C Pressure Pipes and Couplings. The wholly owned subsidiary which is engaged in the business of civil contracts. Both the companies generate Wind Power through the Wind Power Units respectively owned by them.

C. COVID-19 Impact

The company has evaluated the impact of Coronavirus (COVID-19) impact on the operations and future economic activity of the company and based on its review and current indicators and future economic prospects there is no significant impact on the business of the company or its operations.

D. SYSTEM OF ACCOUNTING:

i. The company follows mercantile system of accounting and recognizes Income and Expenditure on accrual basis.

ii. The Financial statements have been prepared in all material aspects with Indian Accounting Standards (Ind AS) as notified under the Companies Act, 2013.

iii. Financial statements are prepared on historical cost basis and as a going concern.

E. REVENUE RECOGNITION:

i. Sale of goods is recognized at the point of dispatch of goods to customers and Gross Sales are inclusive of GST.

ii. Income from Sale of Wind Power is recognized on the basis of units measured and certified by the concerned Electricity Board Authorities.

iii. Dividends are recognized as income of the year in which the same are received.

iv. Income from traded shares is recognized upon sale of the same and until then the shares on hand are valued at cost or market value whichever is lower.

v. Income in respect of laying and jointing civil works is accounted in accordance with Indian Accounting Standard 115, (Ind AS 115) Revenue from Contracts with Customers and the revenues in respect of the same are recognized on the basis of work completion certificates issued by the contractees (viz., the Government Departments) and the work in progress is accounted on the basis of costs incurred pending billing.

F. PROPERTY, PLANT & EQUIPMENT AND DEPRECIATION:

i. Property, Plant & Equipment acquired by the company are reported at acquisition value, with deductions for accumulated depreciation and impairment losses, if any.

ii. The acquisition cost includes the purchase price (excluding refundable taxes) and expenses directly attributable to the asset to bring it to the site and in the working condition for intended use.

iii. Depreciation is provided in accordance with Schedule II of the Companies Act, 2013 in respect of the remaining useful life of the asset as far as the existing assets are concerned. In respect of additions, depreciation is provided on the basis of the useful life of the assets as prescribed by Schedule II of Companies Act, 2013.

G. INVESTMENTS:

Non-current investments are stated at cost. Traded shares are stated at cost or market value whichever is lower. Investment in Mutual Funds are stated at lower of cost of fair value.

H. INVENTORIES:

Stocks are valued at cost or realizable value whichever is lower. Cost of finished goods for this purpose is arrived at on absorption costing basis and is inclusive of excise duty. Civil contract work in progress is valued at cost.

I. STAFF BENEFITS:

Provident Fund Contributions and other staff benefits are accounted on accrual basis. The company is in the process ascertaining appropriate Group Gratuity Scheme for subscription and the premium / contributions towards the same will be charged to revenue as and when paid.

J. BORROWING COSTS:

Costs in respect of borrowings for acquiring / constructing fixed investments, relating to the period they are operational, are capitalized to such investments. Borrowing costs relating to period after the commencement of operations of the project are charged to revenue.

K. CURRENT TAX AND DEFERRED TAX:

Accounting treatment in respect of current tax and deferred taxation is in accordance with Indian Accounting Standard 12: “Income Taxes".

L. SEGMENT PARTICULARS

Particulars	Civil Contracts		Wind Power	
Nature of the Segment	Rupees in Lacs		Rupees in Lacs	
	Current Year	Previous Year	Current Year	Previous Year
Revenues	**696.68**	2057.18	**986.43**	1194.96
Identifiable Operating Expenses	**829.09**	1813.36	**486.83**	569.88
Allocated Expenses		--		--
Unallocable Expenses		--		--
Segment Operating Income	**(132.41)**	243.82	**499.60**	625.08
Loss on sale of wind mill				326.51
Profit before Tax	**(132.41)**	243.82	**499.60**	298.57
Net Assets (Segment Assets – Segment Liabilities)	**445.92**	1727.39	**1325.34**	3529.01

M. FOREIGN EXCHANGE EARNINGS & OUTGO

Particulars	**Current Year 31.03.2020**	Previous Year 31.03.2019
Earnings	**Nil**	Nil
Outgo – Towards import of raw material		
In US $	**Nil**	Nil
In Indian Rupees	**Nil**	Nil

N. Additional Information pursuant to Schedule III of Companies Act, 2013

Sl.No.	Particulars	Particulars
1.	Name of the entity in the group	Sri KPR Infra & Projects Limited
2.	Nature of Subsidiary	Indian Subsidiary
3.	Net Assets i.e. total assets minus total liabilities	
	a. As % of Consolidated net assets	33.70
	b. Amount – Rs in lakhs	3319.83
4.	Share in profit or loss	
	a. As % of consolidated profit or loss	44.20
	b. Amount – Rs. in Lakhs	167.48
5.	Share in other comprehensive income	
	a. As % of consolidated other comprehensive income	-
	b. Amount	-
6.	Share in total comprehensive income	
	a. As % of consolidated total comprehensive income	-
	b. Amount	-
7.	Foreign Subsidiaries	-
8.	Associates	1
9.	Joint Ventures	-

O. The above notes are the disclosures relevant to consolidated financial statements only. The completed disclosures, as required are made in the standalone and the financial statements of the holding and subsidiary companies respectively. Material items however are disclosed as part of notes to consolidated financial statements.

P. Previous year's figures are regrouped and reclassified wherever considered necessary.

SRI KPR INDUSTRIES LIMITED
CONSOLIDTED BALANCE SHEET
STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED MARCH 31, 2020

Sl.No.	Particulars				
I	**Equity Share Capital**	Rupees			
	Balance as on 31.03.2019	20,14,56,950			
	Changes During the year	-			
	Balance as on 31.03.2020	20,14,56,950			
	Changes During the year	-			
	Balance as on 31.03.2020	20,14,56,950			

		State Subsidy	General Reserve	Cpital Reserve	Retained Earnigs
1	Balance as on 01.04.2019	47,02,036	18,084,951	284,830,966	438,351,985
	Adjustment for Interim Dividend				
	Add: Profit for the year				37,889,823
	Add: Capital Surplus on Revaluation of Lanc				
	Less : Dividend for the year paid				
	Less : Dividend Distribution Tax Paid				
2	Balance as on 31.03.2020	4,702,036	18,084,951	284,830,966	476,241,808

SRI KPR INDUSTRIES LIMITED
NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Rupees

Particulars	Land	Furnitures & Fixtures	Office equipment	Vehicles	Factory Building	Non - Factory Building	Plant & Machinery	Disel Generator	Misc Fixed assets	Pollution Control Equipment	Testing Equipment	Computers	Wind Mill	Wind Mill Land Lease	**Total**
Year ended 31 March 2019															
Gross carrying amount															
As on April 01, 2019	29,07,09,525	2,09,822	28,02,522	1,61,45,275	4,54,63,169	24,02,597	6,21,22,395	20,87,470	67,65,028	60,80,237	95,772	3,12,750	91,78,72,054	35,88,498	135,66,57,114
Additions	-	-		**2,657,767**										-	**26,57,767**
Disposals	**(4,402,748)**			**(2,036,520)**									**(86,055,944)**	-	**(92,495,212)**
Closing gross carrying amount 31.03.2020	**28,63,06,777**	**2,09,822**	**28,02,522**	**1,67,66,522**	**4,54,63,169**	**24,02,597**	**6,21,22,395**	**20,87,470**	**67,65,028**	**60,80,237**	**95,772**	**3,12,750**	**83,18,16,110**	**35,88,498**	**126,68,19,669**
Accumulated depreciation															
As on April 01, 2019	-	92,866	2,499,613	7,104,232	26,554,696	2,381,049	53,911,708	1,964,997	5,216,743	6,065,186	92,155	261,062	139,927,416	792,520	**24,68,64,243**
Depreciation charge during the year	**-**	**4,618**	**22,049**	**1,789,564**	**1,886,094**		**3,592,707**	**2,868**	**387,086**			**4,416**	**29,952,108**	**199,632**	**3,78,41,142**
Adjustments	**-**			**(1,441,082)**									**(37,443,836)**		**(38,884,918)**
Closing accumulated depreciation 31.03.2020	**-**	**97,484**	**2,521,662**	**7,452,714**	**28,440,790**	**2,381,049**	**57,504,415**	**1,967,865**	**5,603,829**	**6,065,186**	**92,155**	**265,478**	**132,435,688**	**992,152**	**245,820,467**
Net carrying amount 31.03.2020	**28,63,06,777**	**1,12,338**	**2,80,860**	**93,13,808**	**1,70,22,379**	**21,548**	**46,17,980**	**1,19,605**	**11,61,199**	**15,051**	**3,617**	**47,272**	**69,93,80,422**	**25,96,346**	**102,09,99,202**

SRI KPR INDUSTRIES LIMITED

Notes forming part of the Consolidated Financial Statements

Rupees

Particulars	**As at 31st March, 2020**	As at 31st March, 2019
Note 3: Investments		
Equity Shares in Balaji Amines Ltd	**2,944,000**	2,944,000
Indira Vikas Patra (To be encashed)	**200**	200
National Savings Certificate(To be encashed)	**25,500**	25,500
Total	**2,969,700**	2,969,700
Note 4 Others		
Deposits	**7,839,428**	8,525,253
Total	**7,839,428**	8,525,253
Note 5 : Inventories		
[As verified, valued and certified by the Management]		
Raw Material		251,409
Work-in-Process	**2,312,770**	51,142,104
Finished Goods	**32,507,316**	8,711,428
Traded Shares	**3,239,236**	589,230
Contract work in progress	**23,707,770**	71,533,355
Total	**61,767,092**	132,227,526
Note 6: Trade Receivables		
(Unsecured and considered good)		
Secured considered good	**160,002,932**	164,242,582
Total	**160,002,932**	164,242,582

Particulars	As at 31st March, 2020	As at 31st March, 2019
Note 7: Cash and cash equivalents		
Cash in hand	**680,299**	1,868,067
Total	**680,299**	1,868,067
Note 8: Bank balances other than above balances with scheduled banks		
In current accounts	**2,293,437**	1,124,240
Short term deposit with SBI	**15,252,722**	31,232,255
Total	**17,546,159**	32,356,495
Note 9 : Others		
GST credit	**3,154,775**	8,542,895
Income Tax Paid including TDS	**5,245,763**	35,056,756
FSD	**65,474,449**	90,584,580
Investment in chits	**3,100,000**	1,900,000
Advance for capital goods	**25,562,294**	19,757,369
Others	**83,269,396**	90,141,543
Total	**185,806,677**	245,983,143
Note 10 : Equity share capital		
a. Authorised		
2,10,00,000 Equity Shares of Rs. 10/- each.	**210,000,000**	210,000,000
	210,000,000	210,000,000
b. Issued, subscribed & paid up		
2,01,45,695 Equity Shares of Rs. 10/- each fully paid up	**201,456,950**	201,456,950
	201,456,950	201,456,950
c. Par value of shares	**10/-**	10/-
d. Number of shares outstanding at begining of the year	**20,145,695**	20,145,695
Changes during the year	**-**	-
Number of shares outstanding at end of the year	**20,145,695**	20,145,695

e. Restriction on disbursement of Dividend

As part of general terms and conditions in respect of borrowings from banks, prior permission should be taken from the lending banks before distribution of Dividend. Similarly the term lenders have imposed a condition that no dividend should be declared in the event of default in the scheduled repayment of instalments.

f. Particulars of each shareholder holding more than 5% of share capital

Sl. No.	Name of the Shareholder	No. of shares (2020)	% (2020)	No. of shares (2019)	% (2019)
1.	N.kishan Reddy	**1958385**	**9.72**	1947089	9.67
2.	N.Vineel Reddy	**1899654**	**9.43**	1895354	9.41
3.	N. Vijaya	**1733085**	**8.60**	1733085	8.60
4.	N. Vineeta	**1699062**	**8.43**	1699062	8.43
5.	G. Raja Reddy	**1483802**	**7.37**	1483802	7.37
6.	NBOS Technologies Private Limited	**1105600**	**5.49**	1105600	5.49

Particulars	As at 31st March, 2020	As at 31st March, 2019
h. The company has only one class of shares i.e. Equity Shares.		
Note 11 : Other Equity - Reserves & Surplus		
State Subsidy	**4,702,036**	**4,702,036**
General Reserve	**18,084,951**	**18,084,951**
Revaluation Reserve	**284,830,966**	**284,830,966**
Retained Earnings	**476,241,808**	**432,135,457**
Total	**783,859,761**	**739,753,410**
Note 12 : Borrowings		
Secured		
Term Loans		
(i) State Bank of India, SME branch, Saifabad	**29,618,887**	37,916,512
(The above term loan is issued by first charge in wind mill at Ananatapur, Andhra Pradesh, (Previous yearSBI Commercial Branch Koti, secured by wind mill at Gandikota, Kadapa, Andhra Pradesh) and secured by second charge onearlier assets acquired out of bank finance. Collateral of personnel property both immovable and movable (shares held in listed company) of N.Kishan Reddy Director of the company. The following is guaranteed by Directors of the compant Sri.N.Kishan Reddy, Sri.N.Srinath Reddy, Sri.Indrasena Reddy, Sri.G.Raja Reddy, Sri.N.K.Sudarshan Reddy, Sri.N.vinil Reddy, Smt.N.Vinitha, Smt.G.Sunitha and Smt.Rachana Reddy in addition thereto personnel guaranees of Sri.A.Narasimha Reddy and Sri.A,Bhoopal Reddy. The total amount guaranteed as above is term loan - Rs.6.35 crores payable in 28 quarterly instalments)		
(ii) Indian Renewable Energy Development Agency Limited	**22,725,485**	29,415,979
(Secured by first charge on wind electric generator at Madhya Pradesh and further guaranteed by the Directors of the companySri.A.Bhoopal reddy, Sri.A.Narasimha Reddy, Sri.N.K.Sudershan Reddy, Sri.N.Kishan Reddy and Sri.N.Raja Reddy. The extent of guarantee provided by all Directors is Rs.10.38 crores. the term loan is payable in 40 quarterly instalments)		
(iii) Bajaj Finance	**30,000,000**	200,000,000
(iv) SBI car loan	**1,780,484**	318,745
(v) Kotak Mahindra car loan	**2,074,390**	4,982,047
(vi) ICICI Loan	**19,331,298**	6,821,133
Unsecured		
Directors & Related Parties	**30,500,000**	-
Deferred Sales Tax	**5,201,001**	14,246,237
Total	**141,231,545**	293,700,653
NOTE 13 : Other finance obligations		
Performance Retention Monies	**11,953,959**	30,176,303
Others	**123,147,676**	5,028,000
Total	**135,101,635**	35,204,303

Particulars	As at 31st March, 2020	As at 31st March, 2019
NOTE 14 : Defferred Tax Liability		
Beginning of the year	**72,384,025**	109,460,036
Add : Deffered tax liability on account of timing difference	**(23,939,196)**	37,076,011
Net Deferred Tax Liability as on 31/03/2020	**48,444,829**	**72,384,025**
Note 15 : Borrowings		
Cash credit facility - State Bank of India, Commercial Branch, Koti, Hyderabad	**10,992,692**	20,027,486
Total	**10,992,692**	20,027,486
Note 16: Trade payables		
Dues to Small Scale Industries	**246,393**	1,129,721
Raw materials	**-**	425,545
Expenses	**4,610,681**	13,073,831
Suppiers	**8,196,535**	10,134,100
Contracts	**773,093**	118,987,737
Others	**3,725,439**	13,409,219
Total	**17,552,141**	157,160,153
Note 17 : Other Current liabilities		
Installment for secured term Loans due within one year	**27,006,604**	24,300,338
Others	**89,238,500**	143,469,179
Total	**116,245,104**	167,769,517

Particulars	For the Period ended March 31, 2020	For the Period ended March 31, 2019
Note 18 : Revenue From Operations		
Gross Sale of Asbestos Cement Pressure Pipes	**91,64,690**	5,23,68,649
Less : Duties and taxes included therein	**20,26,759**	1,27,39,247
	82,04,379	3,96,29,402
Gross Contract Receipts	**6,23,46,375**	20,33,18,176
Sale of Wind Electric Power	**9,69,42,228**	11,56,43,830
Total	**16,74,92,982**	35,85,91,408
Note 19 : Other Income		
Interest income	**16,92,020**	13,20,519
Dividend Income	**3,78,796**	7,38,208
Sale of raw materials	**1,75,979**	-
Profit on sale of land	**98,85,652**	10,63,823
Proceeds of Insurance Maturity	**89,10,000**	-
Incentive from IREDA	**17,01,345**	38,53,391
Account balances written back including forfeiture of performance retention monies	**2,17,56,224**	-
Prior period income	**2,94,027**	6,61,182
Chit dividend	**2,15,164**	3,94,540
Total	**4,50,09,207**	80,31,663
Note 20 : Cost of material consumed		
Opening Stock	**251,409**	25,14,150
Add: Purchases	**24,22,247**	2,32,70,656
Sub-Total	**26,73,656**	2,57,84,806
Less : Closing stock	-	2,51,409
Total	**26,73,656**	2,55,33,397
Note 21: Changes in Inventories of Finished Goods & Work in Process		
(a) Closing stock		
Finished Goods	**3,25,07,316**	5,95,73,528
Work-in -process	**2,37,07,770**	8,72,84,366
Sub- Total (a)	**5,62,15,086**	14,68,57,894
(b) Opening stock		
Finished Goods	**5,11,42,402**	5,11,42,104
Work-in -process	**8,02,44,783**	8,02,44,783
Sub- Total (b)	**13,13,87,185**	13,13,86,887
Difference of (a) and (b) Increase (-) / Decrease(+)	**75,172,099**	15,471,007

Particulars	For the Period ended March 31, 2020	For the Period ended March 31, 2019
Note 22: Manufacturing and civil wok Expenses		
Repairs & Maintenance - Plant & Machinery	**1,82,228**	40,000
Building & Others	**7,950**	755,870
Power & Fuel	**24,93,370**	4,097,068
Stores & Spares Consumed	**58,531**	1,112,593
Loading & Unloading Expenses	**4,81,000**	2,503,400
Other Expenses	**1,35,596**	159,738
Direct Civil Work Expenses	**1,33,50,622**	87,670,478
Duties and Taxes	**6,73,448**	470,515
Insurance premium on contracts	**3,05,218**	233,658
Total	**1,76,87,963**	9,70,43,320
Note 23 : Employee benefits		
Salaries,Wages and other allowances	**63,92,541**	1,16,93,828
Contribution to Provident Fund	**8,11,510**	11,33,319
Contribution to ESI	**2,27,154**	4,28,937
Staff Welfare Expenses	**2,98,045**	3,18,110
Conveyace	**8,14,853**	10,37,584
Security Services	**1,60,133**	4,84,628
Gratuity	**20,42,474**	1,62,500
Profession Tax	**25,000**	25,000
Total	**1,07,71,710**	1,52,83,906
Note 24 : Finance Cost		
Interest on Term Loan	**97,37,463**	1,20,15,202
Interest on Cash Credit	**36,17,771**	71,10,659
Interest on Unsecued Loans & Others	**13,476**	36,93,624
Bank Charges	**33,84,385**	15,39,302
Total	**1,67,53,095**	2,43,58,787
Note 25 : Other Expenses		
Rent	**4,14,311**	4,14,000
Insurance	**36,01,734**	70,53,373
Trading Items	**4,18,209**	-
Auditors Remuneration	**5,18,000**	8,50,000
Directors Remuneration	**21,00,000**	1,49,00,000
Loss on sale of Assets	**65,438**	3,26,51,434
Other Expenses	**2,78,07,373**	2,61,95,384
Total	**3,49,25,065**	8,20,64,191

Signatories to notes 1 to 25

As per our report of even date
For Ayyadevara & Co.,
Chartered Accountants
FRN No.00278S

Sd/-
Ayyadevara Srinivas
Proprietor
ICAI Memb No.028803
Secunderabad, June 26,2020.

For and on behalf of Board of Directors

Sd/-
N.Kishan Reddy
Managing Director
00038966

Sd/-
N.Srinath Reddy
Whole Time Director
00052862

Sd/-
N.Krishna Kishore
CompanySecretary

Sd/-
N.Siddha Reddy
CFO