



SRM ENERGY LIMITED

REGD. & ADMIN OFFICE: 21, BASANT LOK COMPLEX, VASANT VIHAR, NEW DELHI-110057

CIN L17100DL1985PLC303047
TEL. NO. +91-011-41403205

website: www.srmenergy.in
email: info@srmenergy.in

Ref: SRMEL/ST.EX./2022-23/

Dated: August 30, 2022

BOMBAY STOCK EXCHANGE LIMITED
DEPARTMENT OF CORPORATE SERVICES
FLOOR 25, PHIROZE JEEJEEBHAY TOWERS,
DALAL STREET,
MUMBAI-400001

Our Scrip Code: 523222

Subject: Submission of Annual Report 2021-2022 under Regulation 34(I)(a) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Dear Sir/Madam,

Pursuant to Regulation 34(I)(a) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we submit herewith the Annual Report of the Company for the Financial Year 2021-2022. Please note that the Annual General Meeting of the Company is scheduled to be held on Wednesday, the 28th day of September, 2022 at 11:00 A.M. at Federation of Indian Export Organisations, Niryat Bhawan, Rao Tula Ram Marg, Opp. Army Hospital Research and Referral, New Delhi – 110057. The Annual Report for the Financial Year 2021-2022 is also available on the Company's Website at:

<http://www.srmenergy.in/Data/Documents/SRM%20Energy%20-%20AR%20-%202021%20-%202022.pdf>

The soft copy of Annual Report (including notice of AGM) is being sent electronically to the shareholders as appearing as on cut off date, i.e., August 26, 2022

This is for your information and record please.

Thanking you,
Yours faithfully,

For SRM Energy Limited

(Vishal Rastogi)
Managing Director
DIN: 02780975



SRM ENERGY LIMITED

**35th Annual Report
2021-2022**

CORPORATE INFORMATION

BOARD OF DIRECTORS

Mr. Vishal Rastogi
 Mr. Vijay Kumar Sharma
 Mrs. Tanu Agarwal
 Mr. Shailesh Kumar Singh (till May 18, 2022)
 Mr. Parshant Chohan (w.e.f. May 18, 2022)

Managing Director
 Non-Executive & Non-Independent Director
 Non-Executive & Independent Director
 Non-Executive & Independent Director
 Additional Non-Executive & Independent Director

CS AND COMPLIANCE OFFICER

Mr. Suvintra Kumar (till May 31, 2022)

CHIEF FINANCIAL OFFICER

Mr. Raman Kumar Mallick

BANKERS

Axis Bank Limited

STATUTORY AUDITORS

M/s Saini Pati Shah & Co. LLP

CIN: L17100DL1985PLC303047

REGISTERED OFFICE

21, Basant Lok Complex, Vasant Vihar,
 New Delhi – 110057

REGISTRAR AND TRANSFER AGENTS

MCS Share Transfer Agent Limited
 F-65, 1st Floor,
 Okhla Industrial Area, Phase-1
 New Delhi-110020
 Tel: No. : 011- 4140 6149
 Fax: 011-41709881
 Email: admin@mcsregistrars.com
 Website: www.mcsregistrars.com

LISTING OF SECURITIES

The Bombay Stock Exchange Ltd. (BSE Ltd.)
 Floor 25, Phiroze Jeejeebhoy Towers,
 Dalal Street, Mumbai-400001
 [SCRIP CODE – 523222]

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NOTICE

NOTICE is hereby given that the 35th Annual General Meeting of the members of **SRM Energy Limited** (hereinafter the “Company”) will be held on Wednesday, September 28, 2022 at 11:00 A.M. at Federation of Indian Export Organisations, Niryat Bhawan, Rao Tula Ram Marg, Opp. Army Hospital Research and Referral, New Delhi-110057, to transact the following businesses:

ORDINARY BUSINESS:

Item No. 1: Adoption of Financial Statements:

To consider and adopt the Audited Standalone and Consolidated Financial Statements of the Company for the Financial Year ended March 31, 2022, the Auditor's Report and the Board's Report thereon, by passing the following resolution as an **Ordinary Resolution**:

“**RESOLVED THAT** the Audited Standalone and Consolidated Financial Statements of the Company for the Financial Year ended March 31, 2022, the Auditor's Report and the Board's Report thereon be and are hereby considered and adopted.”

Item No. 2: Appointment of Mr. Vijay Kumar Sharma as a director:

To appoint a director in place of Mr. Vijay Kumar Sharma, who retires by rotation and being eligible, offers himself for re-appointment by passing the following resolution as an **Ordinary Resolution**:

“**RESOLVED THAT** Mr. Vijay Kumar Sharma (DIN: 03272034), who retires by rotation and being eligible, offers himself for re-appointment be and is hereby appointed as a Director of the Company, liable to retire by rotation.”

SPECIAL BUSINESS:

Item No. 3 Regularization of appointment of Mr. Parshant Chohan (DIN: 09577754) as Non-Executive and Independent Director of the Company:

To regularize the appointment of Mr. Parshant Chohan (DIN: 09577754) as Non-Executive and Independent Director of the Company by passing the following resolution as an **Ordinary Resolution**:

“**RESOLVED THAT** pursuant to the provisions of Section 149 and 152 read with Schedule IV and other applicable provisions, if any, of the Companies Act, 2013 read with Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof, for the time being in force), and applicable provisions of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended from time to time, Mr. Parshant Chohan (DIN: 09577754) who was appointed as an additional director of the Company in the capacity of Non-Executive and Independent Director by the Board of Directors with effect from May 18, 2022, in terms of Section 161 of the Companies Act, 2013 in respect of whom the Company has received a notice in writing from a member proposing his candidature for the office of Director pursuant to Section 160 of the Companies Act 2013, be and is hereby appointed as Non-Executive and Independent Director for a term of five consecutive years effective from May 18, 2022 till May 17, 2027 and shall not be liable to retire by rotation.”

By Order of the Board of Directors

Place: New Delhi
Date: August 10, 2022

(Vishal Rastogi)
Managing Director
DIN: 02780975

Covid-19 Protocol:

- A. Members/Proxy Holders are requested to mandatorily ensure that they wear mask/face shield while coming to attend the Annual General Meeting of the Company. It is instructed that the members should not remove mask during their presence at the meeting venue.
- B. Also it is advised that the members/shareholders willing to attend the AGM shall get vaccinated, as per the Government guidelines and other authority/ies. Vaccination certificate along with booster dose may be asked to be shown at the entry of the venue.
- C. Following the Covid-19 Protocol the Company shall make below necessary arrangements at the AGM Venue and at its entrance:
 - a. Hand sanitization/Hand Wash: Members/Proxies are instructed to mandatorily sanitize/wash their hands before entering into the premises. Also the sanitizer/disinfectant shall be placed at the prominent places of AGM Venue.
 - b. Thermal Scanning: Thermal scanning/body temperature shall be monitored at the entrance of the AGM Venue.
 - c. Social Distancing Norms: Members/Proxies are requested to mandatorily follow the Social Distancing norms, i.e. the distance of 6 feet between two person, at the registration counter, while attending the AGM in the AGM hall, casting their votes and at the time of leaving the premises.
 - d. Members/Proxies are advised to avoid (as far as possible) Face-to-face meetings/discussions/interactions with each other. Even any discussion/interaction is made amongst the members, they should ensure that their face is covered with the mask and also the necessary social distancing is maintained.
 - e. Members/Proxies are advised to avoid frequently touching the places like handles of the gates, door knobs, hand rails etc. However, the Company shall ensure that such places are frequently sanitized at regular intervals.
 - f. The members/proxies are requested to clean their personal belongings like hand bag, folders etc. by themselves using the sanitizer/ disinfectant frequently. The Company will ensure placing the disinfectant/sanitizer at conspicuous places.
 - g. Used face masks, face shield and gloves should be discarded in bio-medical waste bin only.
- D. The entry in the AGM venue shall be subject to fulfilling all the above instructions.

NOTES

1. **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF/HERSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. IN ORDER TO BE EFFECTIVE, THE PROXY FORM DULY COMPLETED SHOULD BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN FORTY-EIGHT HOURS BEFORE THE SCHEDULED TIME OF THE ANNUAL GENERAL MEETING. BLANK PROXY FORM IS ENCLOSED.**

"Pursuant to the provisions of Section 105 of the Companies Act, 2013, a person can act as a proxy on behalf of members not exceeding fifty and holding in the aggregate not more than ten percent of the total share capital of the Company carrying voting rights. A member holding more than ten percent of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder. Proxies submitted on behalf of limited companies, societies, etc. must be supported by an appropriate resolution / authorization, as applicable."

2. During the period beginning 24 hours before the time fixed for the commencement of the meeting and ending with the conclusion of the meeting, a member would be entitled to inspect proxies lodged, at any time during the business hours of the Company, provided that not less than 3 days' notice is given in writing to the Company.
3. In case of Joint holders attending the meeting, only such holder who is higher in the order of names will be entitled to vote.
4. Corporate Members intending to send their authorised representative to attend the meeting are requested to send to the Company/ RTA, in advance, a duly certified copy of the Board Resolution/ letter of authority together with the respective specimen signatures of those representative/s authorised under said resolution/letter to attend and vote on their behalf at the meeting.
5. **The Register of Members and the Share Transfer Books of the Company will remain closed from Thursday, September 22, 2022 to Wednesday, September 28, 2022 (both days inclusive)** for the purpose of Annual General Meeting.
6. The Register of Directors and Key Managerial Personnel and their Shareholding, maintained under Section 170 of Companies Act, 2013 and the Register of Contracts and Arrangements in which Directors are interested maintained under Section 189 of Companies Act, 2013, will be available for inspection by the members at the AGM.
7. The members are requested to note that:
- a. the copies of Annual Report will not be distributed at the Annual General Meeting.
- b. Company shall ensure that the soft copy of the Annual Report is being provided to all the members attending the Annual General Meeting.
8. Members holding the shares in physical mode are requested to notify immediately the change of their address and bank particulars to the R & T Agent of the Company. In case shares held in dematerialized form, the information regarding change of address and bank particulars should be given to their respective Depository Participant.
9. Members who hold shares under more than one folio in name(s) in the same order are requested to send the relevant share certificate(s) to MCS Share Transfers Agent Limited (RTA) for consolidating the holdings into one account. RTA will return the share certificate(s) after consolidation.
10. All the documents referred to in the accompanying Notice are open for inspection at the Registered Office of the Company between 11.00 a.m. to 1.00 p.m on all days except Saturday, Sunday and Public holidays up to the date of the Annual General Meeting, and subject to the necessary adherence of the Covid-19 Protocol.
11. Members desirous of getting any information on any items of business proposed to be transacted at this Meeting are requested to address their queries to the Company at the registered office of the Company at least ten days prior to the date of the meeting, so that the information required can be made readily available at the meeting.
12. Annual listing fee for the Financial Year 2022-23 has been paid to the Stock Exchange wherein shares of the Company are listed. Also, the Annual Custodian Fee for the year was paid to both the depositories i.e. Central Depository Services (India) Limited and National Securities Depository Limited.
13. The Ministry of Corporate Affairs (MCA) has issued a Circular No. 2/2022 dated 5th May, 2022 in continuation to its earlier circulars dated 14th December, 2021, 5th May, 2020 and also the Circular as issued by the Securities and Exchange Board of India (SEBI) on May 13, 2022 bearing No. SEBI/HO/CFD/CMD2/CIR/P/2022/62 in continuation of its earlier circular dated 15th January, 2021 and 12th May, 2020, the Notice of AGM along with Annual Report for the reporting Financial Year is being sent only through electronic mode to those members whose e-mail addresses are registered with the Company/Depositories. Members may note that Annual Report (including AGM Notice) for the F.Y. 2021-22 has been uploaded on the website of the Company at www.srmenergy.in. The same can also be accessed on the website of Stock Exchange i.e BSE Limited at www.bseindia.com and the notice of the AGM can be accessed on the website of CDSL (agency for providing the Remote e-voting facility) i.e. www.evotingindia.com.
- The Annual Report will also be available at the Company's registered office for inspection during normal business hours on all working days with the adherence of Covid-19 protocols.
14. To support the 'Green Initiative', Members (holding share in physical mode) who have not registered their e-mail addresses are requested to register the same with Depositories/ RTA. Members (holding shares in electronic mode) and have not registered their e-mail addresses so far should get it registered with their respective DP, for receiving all communication including Annual Report, Notices, Circulars etc. of the Company, electronically.
15. In terms of Section 108 of the Companies Act, 2013 read with Rule 20 of Companies (Management and Administration) Rules, 2014 and Regulation 44 of SEBI (Listing obligations & Disclosure Requirements) Regulations, 2015, an e-voting facility is being provided to the members. Details of the e-voting process and other relevant details are provided at the end of the Annual Report 2021-22 (pls see page no. 67-69). The facility for voting through ballot paper will also be made available at the AGM and the members attending the AGM and who have not cast their vote electronically shall be able to exercise their right at the AGM through ballot paper. Members who have cast their vote by e-voting may attend the AGM but shall not be entitled to cast their vote again.

16. **Voting through Electronics Means-** A detailed instructions and related write ups, on **Electronic Voting Process**, which forms part of this notice, is given at the end of this Annual Report (please see page no. 67-69). Shareholders are requested to kindly follow the said process for casting their vote electronically.
17. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit the PAN to their Depository Participant with whom they are maintaining their Demat Accounts. Members holding shares in physical form can submit their PAN details to the Company /RTA.
18. Route Map and details of prominent landmark of the venue of the meeting is annexed with this notice. Also, a link to the AGM Venue is provided herein for your kind convenience:
<https://www.google.com/maps/place/Federation+of+Indian+Export+Organisations/@28.5752634,77.1566363,18z/data=!3m1!4b1!4m5!3m4!1s0x390d1dae4061f983:0x12d1906436a6f532!8m2!3d28.5750738!4d77.1576145>
19. **Important Communication to Members**

In terms of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, securities of listed companies can only be transferred in dematerialised form with effect from 01 April 2019. In view of the above members are advised to dematerialise shares held by them in physical form.

NOTES ON DIRECTORS SEEKING APPOINTMENT/REAPPOINTMENT AS REQUIRED UNDER REGULATION 36 OF SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015 AND IN TERMS OF SECRETARIAL STANDARDS-2:

Name of Director	Mr. Vijay Kumar Sharma	Mr. Parshant Chohan
DIN	03272034	09577754
Brief Resume and Nature of his expertise in specific functional areas	Mr. Vijay Kumar Sharma is a Director on Board since March 15, 2019. He is a science graduate from Punjab University. He has been associated in the corporate sector for more than 43 years. He is having vast and varied experience in the field of Accounts and Finance. He has also handled the job relating to marketing of various products of the Company mainly in Laboratory Chemicals. He is a Non-Executive and Non Independent Director of the Company.	Mr. Parshant Chohan was appointed as an Additional Director in the capacity of Non-Executive and Independent Director on the Board w.e.f. May 18, 2022. He is master's in commerce from IGNOU and also obtained the degree in Law from Chaudhary Charan Singh University. He has professional experience of more than 3 years of working in the Corporate Sector.
Date of Birth	May 16, 1948	February 14, 1989
Qualifications	Bachelor's in Science from Punjab University	Bachelor's in Law from Chaudhary Charan Singh University M. COM from IGNOU
Terms and conditions of Re-appointment	In terms of Section 152 (6) of the Companies Act, 2013, also, in terms of sub-regulation (1A) of regulation 17 of SEBI (LODR) Regulations, 2015, No Company shall appoint or continue the Directorship of a Non-Executive Director who has attained an age of 75 years unless a Special Resolution is passed by the shareholders of the Company. However, the provisions of the Regulation 17 of SEBI (LODR) Regulations, 2015 are not applicable to the Company pursuant to the exemptions as enumerated under Regulation 15 of the said regulations. Requisite disclosure regarding non-applicability of various regulations including Regulation 17 of SEBI (LODR) Regulation has already been given to the stock exchange on May 18, 2022 and May 19, 2022. In reference to the above, where Mr. Vijay Kumar Sharma who has already attained the age of 74 years and shall cross his age of 75 years before the Annual General Meeting to be held in the year 2023, his appointment is proposed in this AGM by means of passing the 'Ordinary Resolution' under section 152 of the Companies Act, 2013 and not by way of "Special Resolution" under the aforesaid Regulation 17 of LODR.	In terms of Section 161(1) of the Act, Mr. Parshant Chohan holds office only upto the date of the forthcoming AGM but is eligible for appointment as a director. A notice under Section 160 (1) of the Companies Act, 2013, has been received from a Member signifying its intention to propose the appointment of Mr. Parshant Chohan as a Director of the Company, subject to approval of the Members in the ensuing annual general meeting. His office shall not be liable to retire by rotation. The above Director has given declaration to the Board that he meets the criteria of Independent Director as per the provisions under Section 149(6) of the Companies Act, 2013.
Details of Remuneration and remuneration last drawn	NIL	NIL
Date of first appointment in the Board	March 15, 2019	May 18, 2022
Shareholding in the Company	NIL	NIL
Relationship with other Directors, Manager and other Key Managerial Personnel (if any)	NA	NA
Number of Meetings of the Board attended during the year	Details mentioned in the Corporate Governance Report	N.A.

Details of other Directorships in other Companies	He is serving the following Companies, as a Director/Partner: a) Metropolitan Minerals Private Limited b) Chemical Distributors (I) Limited c) SRM Energy Tamilnadu Private Limited	NIL
Details of Membership/Chairmanship of Committees of the Boards in other Companies	NIL	NIL

By Order of the Board of Directors

Place: New Delhi
Date: August 10, 2022

(Vishal Rastogi)
Managing Director
DIN: 02780975

EXPLANATORY STATEMENT

As required under Section 102 of the Companies Act, 2013, the following Explanatory Statements sets out all material facts relating to the business mentioned under Item No. 3 of the accompanying Notice dated August 10, 2022:

The Board of Directors had appointed Mr. Parshant Chohan as the Additional Director in the capacity of Non Executive & Independent Director of the Company pursuant to the provisions of the Companies Act, 2013 read with Articles of Association of the Company and in compliance with applicable regulations of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 with effect from May 18, 2022. He will hold office up to the date of ensuing Annual General Meeting.

In pursuance of the provisions of Section 149, 152, Schedule IV and any other applicable provisions of the Companies Act, 2013 and the rules made thereunder, Mr. Parshant Chohan being eligible and offering his appointment, is proposed to be appointed as an Independent Director for a period up to May 17, 2027, not liable to retire by rotation. The Company has received a notice in writing from a member signifying its intention to propose the candidature of Mr. Parshant Chohan for the office of Independent Director of the Company under the provisions of Section 160 of the Companies Act, 2013.

Further, the Nomination and Remuneration Committee has recommended his name to the Board of Directors of the Company and in the opinion of the Board also Mr. Parshant Chohan fulfills the conditions specified for his appointment as independent director of the Company as per the Companies Act, 2013, and rules made thereunder, moreover Mr. Parshant Chohan is also an Independent to the management of the Company.

In terms of the Companies Amendment Act, 2017 (relevant provisions notified on 09.02.2018), the requirement to deposit Rs. 1,00,000 towards the proposal of the candidature of directorship as aforementioned is not required due to the following provision of Section 160 of the Companies Act, 2013;

"Provided that requirements of deposit of amount shall not apply in case of appointment of an independent director or a director recommended by the Nomination and Remuneration Committee, if any, constituted under sub-section (1) of section 178 or a director recommended by the Board of Directors of the Company, in the case of a Company not required to constitute Nomination and Remuneration Committee."

Hence the proposal by the member in the name of Mr. Parshant Chohan for his appointment, is made without deposit of any amount.

Mr. Parshant Chohan has more than three years of professional experience in the Corporate Sector. He is a law graduate and also holds Master's degree in Commerce.

Based on the aforesaid, the Board and Nomination and Remuneration Committee finds him suitable as he fulfills the conditions specified in the Law to be appointed as Independent Director of the Company.

Also, a copy of the draft letter for his appointment as an independent director setting out the terms and conditions, is available for inspection without any fee by the members, at the Company's registered office during normal business hours on working day up to the date of the AGM.

Having regard to his qualifications, knowledge and experience his appointment as an independent director will be in the interest of the Company.

The Board of Directors accordingly recommends the resolution set out at Item No. 3 of the accompanying Notice for the approval of the Members. None of the Directors, Key Managerial Personnel, and/ or their relatives, except Mr. Parshant Chohan is, in any way, concerned or interested in the said resolution.

By Order of the Board of Directors

Place: New Delhi
Date: August 10, 2022

(Vishal Rastogi)
Managing Director
DIN: 02780975

DIRECTORS' REPORT

To,

The Members of SRM ENERGY LIMITED

Your Directors submits the 35th Annual Report of the Company together with the Audited Financial Statements for the Financial Year ended March 31, 2022.

1. Financial Summary/highlights on Performance of the Company (Standalone & Consolidated):-

The summary of the Financial Statements of the Company for the year under review is as under:

(in Rs. Million)

Particulars	Standalone		Consolidated	
	2021-22	2020-21	2021-22	2020-21
Revenue from Operations	-	-	-	-
Other Income	-	0.01	0.78	1.22
Total Revenue	-	0.01	0.78	1.22
Operational Expenses	-	-	-	-
Employee Benefit Expenses	3.77	3.16	4.42	3.16
Interest and Finance Charges	-	-	-	-
Depreciation and Amortizations	-	-	0.01	-
Impairment Loss	-	-	-	199.72
Other Expenses	1.13	1.14	4.09	6.05
Total Expenses	4.90	4.30	8.52	208.92
Profit/(Loss) before exceptional items	(4.90)	(4.29)	(7.74)	(207.70)
Exceptional Items	-	-	-	-
Tax Expense	-	-	0.09	0.20
Profit/(Loss) for the year	(4.90)	(4.29)	(7.83)	(207.90)

2. COVID-19 CORONA PANDEMIC:

The second wave of Covid-19 hit hard in early April 2021, and we witnessed yet another lockdown thereafter. The situation remained same as the previous year, and it brought global business activity to a screeching halt. The second wave of Covid-19 had much more impact than the first wave. Various States and parts of the country remained under continuous lockdown for more than 2 months.

During the second wave which started from the April, 2021, the office remain closed from 20th April, 2021 to 6th June, 2021 adhering to the lockdown guidelines of government of NCT of Delhi and Keeping health and safety as a top priority.

Since the Company is not having any operations or activity at present and restricted to the activities relating to statutory compliances and other routine activities, there is no considerable impact on the Company's revenues, liquidity position and cash flow, however the Board remained vigilant to the overall situation.

3. Dividend

On account of losses incurred during the Financial Year ended 31st March, 2022, the Board of Directors of the Company have not recommended dividend.

4. Reserves

There is no surplus available to be carried forward to reserve. However, the negative balance in the Profit/Loss account has been duly accounted for.

5. Results of Business Operations and the State of Company's Affairs

Your Directors would like to intimate that your Company has not register any positive changes during the year as compared to the previous year. It has been on record and have also been intimated regularly through this report that the project of the Company could not took off and is in abandoned stage. The Company did not generate any revenue during the year. Amidst the aforesaid situation, your Company is focused on safeguarding its assets and keeping it compliant in all respect.

As reported in the previous year that the Wholly Owned Subsidiary (WOS) has initiated to sell the land of the project with the approval of the shareholders for setting-off the outstanding loan of it. In the year of reporting the WOS has further sold 32.135 acres of the land for Rs. 64.74 Lakhs. Hence till the end of the reporting year the total 159.435 acres of the land has been sold for Rs. 403.51 Lacs. Out of these sale proceeds Rs. 167.45 has been utilised to settle the pending loan of the Co. and the WOS and Rs. 118.18 Lacs has been spent on the statutory, administrative, legal and other expenses and the remaining amount of Rs. 117.88 Lacs were invested in the Mutual Fund (debt fund). As on 31st March, 2022 25.89% (approx.) of the land are unsold. This is also important to apprise you all that the Covid-19 has again affected considerably on the sale price of the land.

In this reporting year the total loss of the Company was Rs. 4.90 million as compared to Rs. 4.29 million in the previous year. The increase in the loss of the Company has impacted the Net worth adversely which has come down to Rs. (29.7) million as compared to Rs. (24.8) million in the previous year.

This is important to note that the Wholly Owned Subsidiary have been infusing funds to meet the liabilities and future running expenses of the Company.

6. Change in Nature of Business

There is no change in the nature of business of the Company during the year under review.

7. Material changes and commitment if any affecting the financial position of the Company occurred between the end of the Financial Year to which this Financial Statement relates and the date of the report

There are no material changes or commitments affecting the financial position of the Company between the end of Financial Year and the date of the report.

8. Financial Statements

The Audited Standalone and Consolidated Financial Statements of the Company for the year ended March 31, 2022 has been prepared in accordance with the provisions of Companies Act, 2013, Regulation 33 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), and Indian Accounting Standard (AS)-110. The Board has reviewed the affairs of the Subsidiary Company during the Financial Year. The audited Standalone and Consolidated Financial Statements for the F.Y. 2021-22 are provided in this Annual Report.

9. Internal Financial Controls

The Company believes in the effective internal control system within the Company. This is also understood that to ensure effective internal control system a proper checks and balances should be maintained with the decision making process and over all activities of the Company. Your Company has maintained a well-established internal control framework, which is designed to continuously assess the adequacy, effectiveness and efficiency of financial and operational controls. The management is committed to ensure an effective internal control environment, commensurate with the size and complexity of the business, which provides an assurance on compliance with internal policies, applicable laws, regulations and protection of resources and assets.

The Audit Committee reviews at regular interval the Internal Financial Control and Risk Management system and also the Statutory Auditors confirm that the Company's Internal Financial control is adequate. The report on the Internal Financial Control issued by M/s. Saini Pati Shah & Co, LLP, Chartered Accountants, Statutory Auditors of the Company in compliance with the provisions under the Companies Act, 2013 is forming part as Annexure A of the Auditor's Report for the F.Y. 2021-22.

10. Annual Return and Extract of Annual Return

In terms of Section 92(3) of the Companies Act, 2013, the Annual Return of the Company as per MCA notification dated 25th August, 2020 is available on the website of the Company and the same can be obtained with the below link:
<http://www.srmenergy.in/Home/AnnualReturns>

11. Subsidiaries, Joint Ventures and Associate Companies

Your Company has one Wholly Owned Subsidiary Company (WOS) viz. SRM Energy Tamilnadu Private Limited. There has been no material change in the nature of business of the Subsidiary and the said Subsidiary has not commenced operations.

Material Subsidiary

In terms of Regulation 15(2) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the compliance with the corporate governance provisions as specified in regulation 24, i.e., with respect to Subsidiary of listed entity does not apply to the Company during the period under review, however your Company has adopted a Policy for determining Material Subsidiaries in terms of Regulation 16(1)(c) of the Listing Regulations. The Policy, as approved by the Board, is uploaded on the Company's Website, which can be viewed with the below link:

<http://www.srmenergy.in/Data/Documents/SRM%20Energy%20-%20OD%20-%20Policy%20for%20Determining%20Material%20Subsidiary.pdf>

12. Performance and Financial Position of each of the Subsidiaries, Associates and Joint Venture Companies included in the Consolidated Financial Statements.

The Board has reviewed the affairs of the Company's Subsidiary at regular intervals. In accordance with Section 129(3) of the Companies Act, 2013 ("the Act"), the Company has prepared Consolidated Financial Statements incorporating the Financial Statements of Subsidiary which form part of the Annual Report. A separate statement containing the salient features of Financial Statements of the Company's Subsidiaries, in the prescribed Form AOC-1 is forming part of the Financial Statements. This statement also provides details of performance and financial position of the Subsidiary of the Company. Further, pursuant to the provisions of Section 136 of the Companies Act, 2013, these financial statements are also placed on the Company's website at <http://www.srmenergy.in/Home/AnnualReports>

Copy of these Financial Statements shall be made available to any Member of the Company, on request.

The Board has also explained about the material developments with the Subsidiary Company above at Point No. 5.

13. Deposits

During the Financial Year 2021-22, the Company has neither accepted/ renewed any deposit from the public, nor there any outstanding deposit at the beginning or at the end of the year. Also, the Company has duly complied with the requirements of filing of return to ROC in the form of DPT-3 in this regard.

14. Statutory Auditor & Auditor's Report

At the Annual General Meeting held on 30th September, 2020, M/s Saini Pati Shah & Co. LLP, Chartered Accountants (FRN: 137904W/W100622) was appointed as Statutory Auditor of the Company for a period of 5 years to hold office till the conclusion of the Annual General Meeting to be held in the Financial Year 2025-26.

There is no qualification, reservation, or adverse remark made by the Statutory Auditor in its report. The said report also forms a part of this Annual Report.

Further, basis the confirmations reported by the Auditor to the Board, there were no instances of fraud, misfeasance or irregularity detected and reported in the Company by the Statutory Auditor during the Financial Year 2021-22.

15. Internal Auditor & their Report

The Company had engaged M/s. Amar Jeet Singh & Associates, Chartered Accountants as the Internal Auditors of the Company for the Financial Year 2021-22 and their reports are reviewed by the audit committee from time to time. The internal audit assists the Company to review the operational efficiency and the internal controls.

The Internal Auditor has not reported any qualification, reservation or adverse opinion during the period under review.

The aforesaid Internal Auditor is further appointed for the Financial Year 2022-23 by the Board of Directors of the Company in their meeting held on May 18, 2022.

16. Secretarial Auditor & Secretarial Audit Report

A Secretarial Audit Report for the year ended 31st March, 2022, in prescribed form, duly audited by a Practicing Company Secretary Ms. S.K. Nirankar & Associates, is annexed as 'Annexure I' herewith and forming part of the report.

There is no qualification, reservation or adverse remark made by the Secretarial Auditor in its report.

The aforesaid Secretarial Auditor is further appointed for the Financial Year 2022-23 by the Board of Directors of the Company in their meeting held on August 10, 2022.

Further, the requirement of annexing the Secretarial Audit Report of the material Subsidiary of the Company with the Annual Report of the Company as specified under sub-regulation (1) of Regulation 24A of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") is not applicable to the Company as the Company falls under the ambit of exemptions provided under sub-regulation (2) of Regulation 15 of the aforesaid Listing Regulations.

17. Disclosure about Cost Audit

The provisions of maintenance of cost audit records and filing are not applicable on the Company.

18. Share Capital

During the year under review, the Company has not issued equity shares or sweat equity shares. The Company has not offered any shares under Employee Stock Option Scheme and bought back any of its securities. The Company has not issued any debentures,

bonds or any other non-convertible securities or warrants during this Financial Year.

Hence, during the Financial Year 2021-22 no changes took place in the share capital of the Company.

Authorized Share Capital:

The Authorized Share Capital of the Company as at March 31, 2022 is Rs. 11,30,00,000/- (Rupees Eleven Crore Thirty Lakhs) divided into 1,13,00,000 Equity Shares of Rs. 10/- (Rupees Ten) each.

Issued & Subscribed Share Capital:

The Issued & Subscribed Capital of the Company as at March 31, 2022 is Rs. 9,06,00,000/- (Rupees Nine Crore Six Lakhs) divided into 90,60,000 Equity Shares of Rs. 10/- (Rupees Ten) each.

19. Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and Outgo.

Members are requested to consider the details as mentioned herein below:

(A) CONSERVATION OF ENERGY	
The steps taken or impact on conservation of energy	NA
The steps taken by the Company for utilizing alternate sources of Energy	NA
The capital investment on energy conservation equipments	NA
(B) TECHNOLOGY ABSORPTION	
The efforts made toward technology absorption	NA
The benefits derived like product improvement, cost reduction, product development or import substitution	NA
In case of imported technology (imported during the last three years reckoned from the beginning of the Financial Year)	NA
The expenditure incurred on research and development	NA

Details of Foreign currency transactions are as follows:

There have been no dealings in forex in the Financial Year under consideration.

20. Details of policy developed and implemented by the Company on its Corporate Social Responsibility ("CSR") initiatives.

The provisions for CSR under the Companies Act, 2013, are not applicable to the Company for the year of reporting.

21. Directors and Key Managerial Personnel.

The Company's policy is to maintain an optimum combination of Executive and Non-Executive Directors on the Board. The Composition of Board during the year was changed which are detailed as below:

S. N.	Name of Director/KMP	Designation
1.	Mr. Vishal Rastogi	Managing Director
2.	Mr. Vijay Kumar Sharma	Non-Executive and Non-Independent Director
3.	Mrs. Tanu Agarwal	Non-Executive and Independent Director
4.	*Mr. Shailesh Kumar Singh	Non-Executive and Independent Director
5.	**Mr. Parshant Chohan	Additional Director (Non-Executive and Independent Director)
6.	Mr. Raman Kumar Mallick	Chief Financial Officer
7.	#Mr. Suvindra Kumar	Company Secretary & Compliance Officer.

* Resigned with effect from May 18, 2022

**Appointed w.e.f. May 18, 2022

Resigned with effect from May 31, 2022

A) Changes in Directors and Key Managerial Personnel (KMP):

- Cessation of Director: During the current year, Mr. Shailesh Kumar Singh, Non-Executive and Independent Director, has ceased to be a Director of the Company w.e.f. May 18, 2022.
- Cessation of KMP: During the current year, Mr. Suvindra Kumar, Company Secretary and Compliance Officer of the Company has ceased to be the Company Secretary and Compliance Officer w.e.f. May 31, 2022.

Your Directors place their sincere appreciation towards the valuable contributions, guidance and support received from the aforesaid person during their tenure as Director/Company Secretary towards the effective management of the Company.

- Appointment of Additional Non-Executive Independent Director: During the current year, the Board, on the recommendation of the Nomination and Remuneration Committee of the Company, in their meeting held on May 18, 2022, has appointed Mr. Parshant Chohan bearing (DIN: 09577754) as an Additional Director (in the capacity of Non-Executive and Independent Director) w.e.f. May 18, 2022.

Apart from the above, there is no other change in the Directors and Key Managerial Personnel ("KMP") during the year under review and thereafter.

B) Reappointment of Directors:

- In terms of Section 152(6) and other applicable provisions of the Companies Act, 2013 read with the Articles of Association of the Company, **Mr. Vijay Kumar Sharma (DIN: 03272034)**, Director of the Company retires by rotation at the ensuing Annual General Meeting and being eligible, has offered himself for re-appointment, a brief resume and other details of Mr. Vijay Kumar Sharma, who is proposed to be re-appointed as Director of your Company has been included in the Notice of the ensuing Annual General Meeting.
- In terms of Section 161 and other applicable provisions of the Companies Act, 2013, **Mr. Parshant Chohan (DIN: 09577754)**, Additional Non-Executive Independent Director shall hold office up to the date of the ensuing Annual General Meeting. The Board recommends to the shareholders at the ensuing Annual General Meeting for the regularization of the appointment of Mr. Parshant Chohan as Non-Executive Independent Director of the Company for a term of 5 years beginning from May 18, 2022 till May 17, 2027. A brief resume and other details of Mr. Parshant Chohan has been included in the Notice of the ensuing Annual General Meeting.

C) Declaration of Independent Directors and Familiarization Program:

The Company has received necessary declarations from the Independent Directors confirming that they meet the criteria of independence as prescribed under the Act and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("the Listing Regulations") and they have registered their names in the Independent Director's Data Bank. The Independent Directors are in compliance with the Code of Conduct prescribed under Schedule IV of the Act.

The Company conducts a familiarization program in which various amendments in the Companies Act, 2013 and Amendments in SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 are discussed.

The details of the familiarization program imparted to Independent Directors are available on the website of the Company and can be viewed on the following link:

<http://www.srmenergy.in/Home/Policies>

D) Formal Annual Evaluation

A formal evaluation of the performance of the Board, its Committees and the individual Directors was carried out for the year 2021-22. The evaluation was done using individual questionnaires covering amongst others vision, strategy & role clarity of the Board, Board dynamics & processes, contribution towards development of the strategy, risk management, receipt of regular inputs and information, functioning, performance & structure of Board Committees, ethics & values, skill set, knowledge & expertise of Directors, leadership etc.

As part of the evaluation process the Performance evaluation of all the Directors have been done by all the other Directors (except himself & herself) and the Directors have also evaluated the performance of the Board and its Committees as a whole. The Directors expressed satisfaction with the evaluation process.

22. Number of meetings of the Board of Directors

Your Board meets at the regular intervals to discuss and decide on various financial matters, legal and compliance matters and other businesses. During the year under review, five Board Meetings were convened and held and the interim gap between the meetings was as per the period prescribed under the Companies Act, 2013 and various relaxations provided by MCA, vide its Circular dated May 03, 2021 and SEBI vide its Circular dated April 29, 2021 issued in light to the Covid-19 situation.

Further most of the Board Meetings during the Financial Year were conducted from the registered office via video conferencing due to lockdown and restrictions imposed by the government of India in view of the prevalent Covid-19 situation:

S. N.	Date of Board Meeting	Board Strength	No of Directors Present
1	June 29, 2021	4	4
2	August 10, 2021	4	3
3	September 09, 2021	4	3
4	October 29, 2021	4	4
5	February 01, 2022	4	4

23. Audit Committee

During the Financial Year 2021-22, the Audit Committee met four times, i.e., on June 29, 2021, August 10, 2021, October 29, 2021, and February 01, 2022. The composition of the Committee is as per the requirements of the provisions of Section 177 of the Companies Act, 2013 and Regulation 18 of the Listing Regulations. Also the functioning of the Committee is governed by the terms of reference which are in line with the regulatory requirements as mandated by the Companies Act, 2013 and the Listing Regulations. The recommendations made by the Audit Committee during the year was accepted by the Board.

Moreover, the members of the Audit Committee are financially literate. The Chief Financial Officer, the Statutory Auditors and Internal Auditors are invitees to the meetings.

During the year of reporting, the Chairman of the Audit Committee was Mr. Shailesh Kumar Singh, he remained present at the Annual General Meeting of the Company held on September 09, 2021.

24. Details of Establishment of Vigil Mechanism for Directors and Employees

In order to ensure that the activities of the Company and its employees are conducted in a fair and transparent manner by adoption of highest standards of professionalism, honesty, integrity and ethical behaviour, the Company has adopted a vigil mechanism policy, there is direct access to approach the Chairman of the Audit Committee.

The said policy is available on the Company's website and can be viewed with the link below:

<http://www.srmenergy.in/Data/Documents/SRM%20Energy%20-%20OD%20-%20Whistle%20Blower.pdf>

25. Nomination and Remuneration Committee

Pursuant to the provisions of Section 178 of the Companies Act, 2013, Rule 6 of the Companies (Meetings of Board & its Powers) Rules, 2014 and Regulation 19 read with Part D of Schedule II of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, your Company has constituted a Nomination and Remuneration Committee of the Board of Directors. The details regarding the composition, terms of reference, meetings and attendance of members of Nomination & Remuneration Committee of the Company are disclosed in the report of Corporate Governance, which forms part of this Annual Report.

The Company has in place a policy formulated by the Board of Directors of the Company relating to the remuneration for the Directors, Key Managerial Personnel and other employees and also the criteria for determining the qualification, positive attributes and independence of Directors is annexed in this report as **Annexure- 2**.

The Nomination and Remuneration Committee met two times, i.e., on June 29, 2021 and August 10, 2021 during the Financial Year 2021-22.

26. Particulars of loans given, investments made, guarantees given and securities provided

The Company has neither granted any Loans, extended any Guarantees nor made any Investments during the Financial Year 2021-22, pursuant to the provisions of Companies Act, 2013.

27. Particulars of contracts or arrangements made with related parties

During the Financial Year 2021-22, your Company has not made any new contracts with related parties pursuant to Section 188 of the Companies Act, 2013. Like previous years there were instances of transactions with a related party as detailed below:

As reported above, the SRM Energy Tamilnadu Pvt. Ltd. (Wholly Owned Subsidiary) related party as per Section 2(76) of the Companies Act, 2013, have continued to provide unsecured loans to our Company to fulfill the Company's requirements related to legal expenses, necessary statutory compliances and to meet the outstanding statutory liabilities. Such loan transactions do not fall under the criteria of Section 188 of the Companies Act, 2013. All these transactions are material related party transactions in terms of Reg 23 of SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015, however, this regulation is not applicable to the Company as per exemption given under Regulation 15(2) of the said regulations.

The Company has taken omnibus approval from audit committee for above mentioned transactions as per provisions of Section 177 of the Companies Act, 2013. Further the transactions with related parties are enumerated in the Financial Statements of the Company, which forms part of the Annual Report.

The Company has a Related Party Transaction and Arm's Length Pricing Policy, which can be accessed with the link mentioned below:

<http://srmenergy.in/Data/Documents/SRM%20Energy%20-%20OD%20-%20Policy%20on%20Dealing%20with%20Related%20Party%20Transactions.pdf>

28. Managerial Remuneration

Disclosure pursuant to Section 197(12) of Companies Act, 2013 and Rule 5 of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is provided below:

- a) The Ratio of the remuneration of each Director to the Median remuneration of the employees of the Company for the year 2021-22:

None of the Director of the Company has drawn any remuneration in any form during the Financial Year 2021-22, hence no such ratio could be calculated.

- b) The percentage increase in remuneration of each Director, CFO, CEO, CS or Manager in the Financial Year:

None of the Director of the Company has drawn any remuneration in any manner whatsoever from the Company during the year and hence there was no event of increase in the remuneration of any of the Director during the Financial Year 2021-22.

Increment in the remuneration of the Company Secretary and the Chief Financial Officer of the Company had taken place during the year of reporting. The percentage increase in the remuneration was as follows:

Name	Raman Kumar Mallick	Suvindra Kumar
Designation	C.F.O.	Company Secretary
Previous Remuneration	1.05 Lakhs	1.40 Lakhs
New Remuneration	1.30 Lakhs	1.75 Lakhs
Percentage Change	24 %	25 %

Also, that the Company Secretary has resigned from his post and was relieved from his duties with effect from 31st May, 2022.

- c) the percentage increase in the median remuneration of employees in the Financial Year:

There were no employees on the payroll of the Company other than Company Secretary & Compliance Officer and CFO of the Company. The percentage increase in the median remuneration of the said two officers of the Company is 18.20 %.

- d) the number of permanent employees on the roll of Company:

During the year 2021-22, two employees were on the pay roll of the Company including the Company Secretary and the Chief Financial Officer.

- e) Average percentile increase already made in the salaries of employees other than 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:

There is no event.

- f) The Remuneration is as per the remuneration policy of the Company.
- g) The names of the Top 10 employees during the year of reporting in terms of remuneration are:

S. N.	Name of Employee	Designation
1	Mr. Suvindra Kumar	Company Secretary and Compliance Officer
2	Mr. Raman Mallick	Chief Financial Officer

- h) There were no employees in the Company during the year who were in receipt of remuneration in excess of Rs. 1,02,00,000/- per annum or Rs. 8,50,000/- per month.

29. Risk Management Policy

Your Company has developed and implemented a Risk Management Policy, including identification of element of risk and its severity, that may impact the existence of the Company. Though the applicability of risk management committee does not apply to the Company.

However, the Audit Committee of the Board is entrusted to ensure the Risk Management Policy and System.

The Board of Directors has a Risk Management Policy which is available on Company's website with below link:

<http://www.srmenergy.in/Data/Documents/SRM%20Energy%20-%20OD%20-%20Risk%20Management.pdf>

30. Management Discussion and Analysis Report

In terms of Regulation 34(3) read with Schedule V of the SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015, a Management Discussion and Analysis Report has been prepared and the same is forming part of this Report.

31. Corporate Governance Report

Your Company believes in the good Corporate Governance and is committed to be fully compliant with its requirements. A report on Corporate Governance pursuant to Schedule V of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 forms part of the Annual Report. A Certificate of the Managing Director and CFO of the Company in terms of Listing Regulations, inter alia, confirming the correctness of the Financial Statements and cash flow statements, adequacy of the internal control measures and reporting of matters to the audit committee, is also annexed with the Corporate Governance Report.

The Company performs various mandatory and/or non-mandatory compliances as prescribed under various rules and regulations.

A certificate from the Practicing Company Secretary, confirming compliance by the Company to the conditions of Corporate Governance as stipulated under the listing regulations, is annexed with the Report on Corporate Governance, which forms part of the Annual Report.

32. Annual Secretarial Compliance Report

Your Company being eligible has claimed exemption under Regulation 15(2) of SEBI (LODR), Regulations, 2015 to BSE for submitting Annual Secretarial Compliance Report. Such exemption was filed on 29th June, 2021 for Financial Year 2020-21 and on May 19, 2022 for the Financial Year 2021-22.

33. Listing of Securities

The Company's Securities are currently listed on Bombay Stock Exchange Limited (BSE Limited) with ISIN-INE173J01018 and scrip code 523222. The annual listing fee for the Financial Year 2021-22 and 2022-23 has been paid by the Company to BSE Limited.

34. Directors' Responsibility Statement

The Financial Statements of the Company were prepared in accordance with Indian Accounting Standards (Ind AS).

In terms of Section 134(5) of the Companies Act, 2013, the Directors would like to state/confirm that:

- (a) in the preparation of the annual accounts for the Financial Year ended on 31st March, 2022, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- (b) the appropriate accounting policies have been selected and applied consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the Financial Year 2021-22 and of the profit and loss of the Company for that period;

- (c) the proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (d) the annual accounts for the Financial Year ended on 31st March, 2022 have been prepared on a going concern basis;
- (e) the Directors, have laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively, and
- (f) the Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

35. Transfer of unclaimed dividend to Investor Education and Protection Fund

During the Financial Year 2021-22, no such event has arisen as the Company has not declared dividend for the concerned years. Hence, the provisions of Section 125(2) of the Companies Act, 2013 do not apply.

36. Secretarial Standards

The Board of Directors affirms that the Company has complied with the applicable Secretarial Standards, i.e., SS-1 and SS-2 issued by the Institute of Companies Secretaries of India.

37. Prevention of Sexual Harassment of Women at Workplace

In terms of the provisions of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013, your Company is exempt from compliance under said provisions. Hence, no Internal Complaint Committee (ICC) is constituted during the period under review.

38. Acknowledgements

Your directors place its appreciation to the investors/shareholders and also the Bank and Government Authorities for their co-operation received during the Financial Year. Your Directors are also grateful to the employee/s of the Company for their dedication and commitment towards the Company, specially in the adverse situation.

For and on behalf of the Board of Directors

(Vishal Rastogi)
Managing Director
DIN: 02780975

(Vijay Kumar Sharma)
Director
DIN: 03272034

Place: New Delhi
Date: August 10, 2022

**FORM MR-3
Secretarial Audit Report**

For the financial period ended March 31, 2022

[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]

To,

**The Members,
SRM Energy Limited**
21, Basant Lok Complex,
Vasant Vihar, New Delhi-110057
[CIN: L17100DL1985PLC303047]

I have conducted secretarial audit of the compliance of applicable statutory provisions and adherence to good corporate practices by **SRM Energy Limited** (hereinafter referred as 'the Company'). The secretarial audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the SRM Energy Limited's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the Company has, during the audit period covering the financial period ended on March 31, 2022 (commencing from April 1, 2021 to March 31, 2022), complied with the statutory provisions listed hereunder and also that the Company has proper Board processes and compliance mechanism in place to the extent based on the management representation letter/ confirmation received from the management, in the manner and subject to the reporting made hereinafter. The members are requested to read this report along with my letter dated August 09, 2022 annexed to this report as **Annexure – A**.

1. I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial period ended on March 31, 2022 according to the applicable provisions of:

- i) The Companies Act, 2013 (the 'Act') and the rules made thereunder;
- ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- iii) The Depositories Act, 1996 and the regulations and bye-laws framed thereunder;
- iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings (*Not applicable to the Company during the audit period*);
- v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):
 - a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 (*Not applicable to the Company during the audit period*);
 - d) The Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity)

Regulations, 2021 (or the erstwhile Securities and Exchange Board of India (Share Based Employees Benefits) Regulations, 2014) (*Not applicable to the Company during the audit period*);

- e) The Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021 (or the erstwhile Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008); (*Not applicable to the Company during the audit period*);
 - f) The Securities and Exchange Board of India (Registrars to an issue and share transfer agents) Regulations, 1993 regarding the Companies Act and dealing with clients (*Not applicable since the Company is not registered as Registrar to Issue and Share Transfer Agent during the period*);
 - g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 (*Not applicable to the Company during the audit period*).
 - h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018 (*Not applicable to the Company during the audit period*); and
 - i) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.
2. I have relied upon the representation made by the Company, its officers, and compliance reports from the management for systems and mechanism framed by the Company for compliances of other applicable Act, Laws and Regulations to the Company. Further, on examination of the relevant documents, records, management confirmations in pursuance thereof, I further report that the Company does not have required employees falling under the applicability of labour laws. Since there is no business activity carried on by the Company during the period, there is no such specific laws applicable to it relating to business operations.
3. I have also examined compliance with the applicable clauses of the following:
- i) Secretarial Standards issued by the Institute of Company Secretaries of India, with respect to Board and General meetings (hereinafter referred as '**Secretarial Standards**'). I noted that the Company is generally regular in complying with the Secretarial Standards; and
 - ii) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (hereinafter referred as "**SEBI LODR 2015**") and the Listing Agreements entered into by the Company with BSE Limited (hereinafter referred as '**BSE**' or '**the Stock Exchange**').
4. During the period under review, to the best of my knowledge and belief and according to the information and explanations given to me, the Company has been regular in compliance with the provisions of the Acts, Rules, Regulations, Secretarial Standards and the Listing Agreements mentioned above.

5. I further report that compliance of applicable financial laws including Direct and Indirect Tax Laws by the Company has not been reviewed in this audit since the same has been subject to review by the Statutory Auditors and other designated professionals.
6. I further report that:
- The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The Board also has a woman director. There was no change in composition of the Board of Directors during the period under review.
 - Adequate notice is given to all directors to schedule the Board Meetings. Notice and Agenda with notes to Agenda of Board meetings was sent at least seven days in advance of the meeting except in certain cases where meeting was held at shorter notice and system exists for directors to seek and obtain further information and clarifications on the agenda items before the meetings and for their meaningful participation at the meetings.
 - Decisions of Board/Committee were carried through majority or unanimously. I am informed that there were no dissenting members' views on any of the matters during the year that were required to be captured and recorded as part of the minutes.
 - There are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.
 - I further report that during the audit period the Company had no specific actions having bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, standards, guidelines etc.

For S K Nirankar & Associates
Company Secretaries
[FRN S2018UP570400]

Satish Kumar Nirankar
Proprietor
Membership No: F9605
Certificate of Practice No: 19993
Peer Review Certificate No.: 2025/2022
UDIN: F009605D000768616

Date: August 09 2022
Place: Noida

Annexure –A to Secretarial Audit Report dated August 09, 2021

To,
The Members,
SRM Energy Limited
21, Basant Lok Complex,
Vasant Vihar, New Delhi-110057
[CIN: L17100DL1985PLC303047]

The Secretarial Audit Report dated August 09, 2022 is to be read with this letter.

- The compliance of provisions of all laws, rules, regulations and standards applicable to **SRM Energy Limited** ('the **Company**') is the responsibility of the management of the Company. My examination was limited to the verification of records and procedures on test check basis for the purpose of issue of the Secretarial Audit Report.
- Maintenance of secretarial and other records of applicable laws is the responsibility of the management of the Company. My responsibility is to issue Secretarial Audit Report, based on the audit of the relevant records maintained and furnished to me by the Company, along with explanations where so required.
- I have followed the audit practices and processes 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. I believe that the processes and practices followed provide a reasonable basis for the purpose of issue of the Secretarial Audit Report.
- I have not verified the correctness and appropriateness of financial records and books of accounts of the Company as it is taken care in the statutory audit process.
- I have obtained the management's representation about the compliance of laws, rules and regulations and happening of events, wherever required.
- This 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.

For S K Nirankar & Associates
Company Secretaries
[FRN S2018UP570400]

Satish Kumar Nirankar
Proprietor
Membership No: F9605
Certificate of Practice No: 19993
Peer Review Certificate No.: 2025/2022
UDIN: F009605C000754580

Date: August 09, 2022
Place: Noida

Remuneration Policy for Directors, Key Managerial Personnel, Senior Management and other employees

1. Introduction

1.1 SRM Energy Limited (SRM) formulated the remuneration policy for its directors, key managerial personnel, Senior Management and other employees keeping in view the following objectives:

- 1.1.1 Ensuring that the level and composition of remuneration is rational and adequate to attract, retain and motivate, to run the Company successfully.
- 1.1.2 Ensuring that relationship of remuneration to performance is clear and meets the performance benchmarks.
- 1.1.3 Ensuring that remuneration involves a balance between fixed and incentive pay reflecting short and long term performance objectives appropriate to the working of the Company and its goals.

2. Scope and Exclusion:

This Policy sets out the guiding principles for the, Nomination and Remuneration Committee for recommending to the Board the remuneration of the directors, key managerial personnel senior management and other employees of the Company.

3. Terms and References:

In this Policy, the following terms shall have the following meanings:

- 3.1 **"Director"** means a director appointed to the Board of the Company.
- 3.2 **"Key Managerial Personnel"** means
 - (i) the Chief Executive Officer or the managing director or the manager;
 - (ii) the Company secretary;
 - (iii) the Whole-time Director;
 - (iv) the Chief Financial Officer;
 - (v) such other officer, not more than one level below the directors who is in whole-time employment, designated as key managerial personnel by the Board; and
 - (vi) such other officer as may be prescribed under the Companies Act, 2013
- 3.3 **"Nomination and Remuneration Committee"** means the committee constituted by SRM's Board in accordance with the provisions of Section 178 of the Companies Act, 2013, Companies (Amendment) Act, 2017, rules made thereunder (including any amendment/modifications thereof) and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- 3.4 **"Senior Management"** means 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)/chief executive officer /managing director /whole time director/ manager (including chief executive officer/manager, in case they are not part of the board) and shall specifically include Company Secretary and Chief Financial Officer.

4. Policy:

4.1 Remuneration to Executive Directors and Key Managerial Personnel

- 4.1.1 The Board, on the recommendation of the Nomination and Remuneration (NR) Committee, shall review, approve and ratify the remuneration payable to the Executive Directors of the Company within the overall limits approved by the shareholders.
- 4.1.2 The Board, on the recommendation of the NR Committee, shall also review, approve and ratify the remuneration payable to the Key Managerial Personnel of the Company.
- 4.1.3 The remuneration structure to the Executive Directors and Key Managerial Personnel shall include the following components:
 - (i) Basic Pay
 - (ii) Perquisites and Allowances
 - (iii) Stock Options
 - (iv) Commission (Applicable in case of Executive Directors)
 - (v) Retiral benefits
 - (vi) Annual Performance Bonus

4.1.4 If committee finds it suitable, the Annual Plan and Objectives for Executive Directors and Senior Executives (Executive Committee) shall be reviewed by the NR Committee and Annual Performance Bonus will be approved by the Committee based on the achievements against the Annual Plan and Objectives.

4.2 Remuneration to Non-Executive Directors & Independent Directors

- 4.2.1 The Board, on the recommendation of the NR Committee, shall review and approve the remuneration payable to the Non-Executive Directors of the Company within the overall limits approved by the shareholders.
- 4.2.2 Non-Executive Directors shall be entitled to sitting fees for attending the meetings of the Board and the Committees thereof. The Non-Executive Directors shall also be entitled to profit related commission in addition to the sitting fees.

4.3 Remuneration to Senior Management Personnel

The NR Committee shall be responsible to recommend to the board, all remuneration, in whatever form, payable to senior management as required from time to time.

4.4 Remuneration to other employees

Employees shall be assigned grades according to their qualifications and work experience, competencies as well as their roles and responsibilities in the organization. Individual remuneration shall be determined within the appropriate grade and shall be based on various factors such as job profile, skill sets, position, knowledge and current remuneration levels for comparable jobs.

5. In view of the prevailing financial conditions of the Company, the Managing Director is not taking any remuneration and rest all other Directors have also decided not to accept any sitting fees.

Policy for selection of Directors and determining Directors' Independence

1. Introduction

1.1 SRM Energy Limited (SRM) believes that a progressive Board consciously creates a background of direction to offer a long-term **vision** and policy approach to improve the quality of governance. Towards this, SRM ensures structure of a Board of Directors with an appropriate composition, size, diversified expertise and experience and commitment to discharge their responsibilities and duties effectively.

1.2 SRM recognizes the significance of Independent Directors in achieving the efficiency of the Board. SRM aims to have an optimal combination of Executive, Non-Executive and Independent Directors.

2. Scope and Exclusion:

This Policy sets out the guiding principles for the Human Resources, Nomination and Remuneration Committee for Identifying persons who are qualified to become Directors and to conclude the Independence of Directors, In case of their appointment as Independent directors of the Company.

3. Terms and References:

In this Policy, the following terms shall have the following meanings:

3.1 "Director" means a director appointed to the Board of a Company.

3.2 "Human Resources, Nomination and Remuneration Committee" means the committee constituted by SRM's Board in accordance with the provisions of Section 178 of the Companies Act, 2013 and Clause 49 of the Equity Listing Agreement.

3.3 "Independent Director" means a director referred to in sub-section (6) of Section 149 of the Companies Act, 2013 and Clause 49(II)(B) of the Equity Listing Agreement.

4. Policy

4.1 Qualifications and criteria

4.1.1 The Human Resources, Nomination and Remuneration (HRNR) Committee, and the Board, shall review on an annual basis, appropriate skills, acquaintance and knowledge required of the Board as a whole and its individual members. The objective is to have a Board with varied background and skill that are relevant for the Company's operations.

4.1.2 In evaluating the appropriateness of individual Board members, the HRNR Committee may take into account factors, such as:

- common understanding of the Company's
- Educational and professional background
- position in the profession;
- Individual and professional principles, Integrity and ethics;
- passion to dedicate enough time and energy in carrying out their duties and responsibilities efficiently.

4.1.3 The proposed appointee shall also fulfill the following requirements:

- Shall possess a Director Identification Number;
- Shall not be disqualified under the Companies Act, 2013;
- Shall give his written consent to act as a Director;
- Shall effort to attend all Board Meetings and wherever he is appointed as a Committee Member, the Committee Meetings;
- Shall abide by the Code of Conduct established by the Company for Directors and Senior Management Personnel;
- Shall disclose his concern or Interest in any Company or companies or bodies corporate, firms, or other association of Individuals including his shareholding at the first meeting of the Board in every Financial Year and thereafter whenever there is a change in the disclosures already made;
- Such other requirements as may be prescribed, from time to time, under the Companies Act, 2013,

- Equity Listing Agreements and other relevant laws.

4.1.4 The HRNR Committee shall evaluate each individual with the objective of having a group that best enables the success of the Company's business.

4.2 Criteria of Independence

4.2.1 The HRNR Committee shall assess the independence of Directors at the time of appointment / reappointment and the Board shall assess the same annually. The Board shall re-assess determinations of independence when any new interests or relationships are disclosed by a Director.

4.2.2 The criteria of independence, as laid down in Companies Act, 2013 and Clause 49 of the Equity Listing Agreement, is as below:

An independent director in relation to a Company, means a director other than a managing director or a whole-time director or a nominee director-

a. who, in the opinion of the Board, is a person of integrity and possesses relevant expertise and experience;

b. (i) who is or was not a promoter of the Company or its holding, Subsidiary or Associate Company; (ii) who is not related to promoters or directors in the Company, its Holding, Subsidiary or Associate Company;

c. who has or had no pecuniary relationship with the Company, Its Holding, Subsidiary or Associate Company, or their promoters, or directors, during the two immediately preceding Financial Years or during the current Financial Year;

d. none of whose relatives has or had pecuniary relationship or transaction with the Company, Its holding, subsidiary or associate Company, or their promoters, or directors, amounting to two percent or more of its gross turnover or total income or fifty lakh rupees or such higher amount as may be prescribed, whichever is lower, during the two immediately preceding Financial Years or during the current Financial Year;

e. who, neither himself nor any of his relatives

(I) holds or has held the position of a key managerial personnel or is or has been employee of the Company or Its Holding, Subsidiary or Associate Company in any of the three Financial Years immediately preceding the Financial Year in which he is proposed to be appointed;

(II) Is or has been an employee or proprietor or a partner, in any of the three Financial Years immediately preceding the Financial Year in which he is proposed to be appointed, of-

(A) a firm of auditors or Company secretaries in practice or cost auditors of the Company or its Holding, Subsidiary or Associate Company; or

(B) any legal or a consulting firm that has or had any transaction with the Company, its holding, Subsidiary or associate Company amounting to ten per cent or more of the gross turnover of such firm;

(III) holds together with his relatives two per cent or more of the total voting power of the Company; or

(IV) is a Chief Executive or director, by whatever organization led, of any non profit organisation that receives twenty-five per cent or more of its receipts from the Company, any of its promoters, directors or its holding, subsidiary or associate Company or that holds two per cent or more of the total voting power of the Company; or

(V) Is a material supplier, service provider or customer or a lessor or lessee of the Company.

- f. shall possess appropriate skills, experience and knowledge in one or more fields of finance, law, management, sales, marketing, administration, research, corporate governance, technical operations, corporate social responsibility or other disciplines related to the Company's business.
- g. shall possess such other qualifications as may be prescribed, from time to time, under the Companies Act, 2013.
- h. who is not less than 21 years of age.
- 4.2.3 The Independent Directors shall abide by the "Code for Independent Directors" as specified in Schedule IV to the Companies Act, 2013.
- 4.3 Other directorships/ committee memberships
- 4.3.1 The Board members are likely to have sufficient time and knowledge and skill to contribute to efficient Board performance. Accordingly, members should willingly limit their directorships in other listed public limited companies in such a way that it does not hamper with their role as directors of the Company. The HRNR Committee shall take into account the nature of, and the time involved in a Director's service on other Boards, in evaluating the suitability of the individual Director and making its recommendations to the Board.
- 4.3.2 A Director shall not serve as Director in more than 20 companies of which not more than 10 shall be Public Limited Companies.
- 4.3.3 A Director shall not serve as an Independent Director in more than 7 Listed Companies and not more than 3 Listed Companies in case he is serving as a Wholetime Director in any Listed Company.
- 4.3.4 A Director shall not be a member in more than 10 Committees or act as Chairman of more than 5 Committees across all companies in which he holds directorships.
- For the purpose of considering the limit of the Committees, Audit Committee and Stakeholders' Relationship Committee of all Public Limited Companies, whether listed or not, shall be included and all other companies including Private limited Companies, Foreign Companies and Companies under Section 8 of the Companies Act, 2013 shall be excluded.

REPORT ON CORPORATE GOVERNANCE

This report sets forth the disclosures for Financial Year 2021-22, pertaining to corporate governance of SRM Energy Limited ("the Company") as required by the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015, as amended from time to time.

CORPORATE GOVERNANCE PHILOSOPHY

Your Company always endeavours to attain the utmost transparency with all the stakeholders. The integrity and accountability are other aspects which are always ensured by your management while managing the affairs of the Company. It is always believed by your Company that Corporate Governance is the systematic process to control, manage and safeguard the interest of the stakeholders, therefore a systematic process has been kept in place to ensure the effective controls of the affairs of the Company also your Company believes in effective communications with the shareholders, Governments and other bodies/individuals as are associated with it and ensure the same while discharging its duties in due course.

Your Company further believes in Compliances as required under the law and it understands that Good corporate Governance can be achieved with a commitment to run the affairs of the Company with legal ethical and transparent manner and with a dedication at all level of management.

In accordance with the provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, and amendments thereto, (hereinafter referred to as 'SEBI Listing Regulations'), given below are the corporate governance policies and practices of SRM Energy Limited (hereinafter referred to as the 'Company' or 'SRMEL') during the Financial Year 2021-22.

Your Company has complied with applicable guidelines & regulations as stipulated by the Securities and Exchange Board of India pertaining to the Corporate Governance.

1. BOARD OF DIRECTORS

The Board is entrusted with the ultimate responsibility of the overall management, directions and performance of the Company. As its primary role is fiduciary in nature, the Board provides leadership, strategic guidance, objective and independent view to the Company's management while discharging its responsibilities, thus ensuring that the management adheres to ethics, transparency and disclosures.

The Number of Directorships, Committees Memberships/ Chairmanship of all the Directors is as per the respective limits prescribed under the Companies Act, 2013 and SEBI Listing Regulations. Also, that the Composition of the Board and its Committees are as per the requirements of the law. Moreover, the Non-Executive Directors including the Independent Directors are experienced and competent in their respective fields.

The Board of Directors consists of following directors:

a. Composition and category of directors:

S. N.	Name of the Directors	Category
1.	Mr. Vishal Rastogi	Managing Director (Promoter Category)
2.	Mr. Vijay Kumar Sharma	Non-Executive and Non-Independent Director
3.	Mrs. Tanu Agarwal	Non-Executive and Independent Director
4.	Mr. Shailesh Kumar Singh*	Non-Executive and Independent Director
5.	Mr. Parshant Chohan#	Non-Executive and Independent Director

* Resigned w.e.f. May 18, 2022

Appointed w.e.f. May 18, 2022.

b. Attendance of each director at the Board meetings held during the Financial Year 2021-22 and the last AGM held on 09th September 2021.

S. N.	Name of the Directors	Attendance Particulars	
		No. of Board meetings attended/held	Last AGM attended (Yes/No)
1.	Mr. Vishal Rastogi	4/5	Yes
2.	Mr. Vijay Kumar Sharma	5/5	Yes
3.	Mrs. Tanu Agarwal	4/5	No
4.	Mr. Shailesh Kumar Singh	5/5	Yes

c. Number of other Boards or Board Committees in which directors are member or chairperson as on 31st March, 2022.

S. No.	Name of the Directors	No. of other directorships and Committee Member or Chairmanship		
		Other directorships*	Committee memberships**	Committee chairmanships**
1.	Vishal Rastogi	1	Nil	Nil
2.	Vijay Kumar Sharma	2	Nil	Nil
3.	Tanu Agarwal	Nil	Nil	Nil
4.	Shailesh Kumar Singh	Nil	Nil	Nil

Note: Mr. Vishal Rastogi is a director in SRM Energy Tamilnadu Pvt. Ltd. The Wholly Owned Subsidiary (WOS) of the reporting Company. The said WOS is a deemed public Company.

Vijay Sharma is a Director in SRM Energy Tamilnadu Private Limited (the WOS of the Company) and Chemical Distributors (I) Limited.

* Excluding Private Limited Companies, Foreign Companies, Section 8 Companies and Alternate Directorships.

** Includes only Audit Committee and Stakeholders' Relationship Committee.

d. Number of Board meetings held during the reporting year and dates thereof.

The Board meets at regular intervals to discuss, decide and manage the affairs of the Company inter-alia including, the business strategies/policies, to review the financial performance and other regular affairs of the Company and its Subsidiary. During the year, Five Board Meetings were held on June 29, 2021, August 10, 2021, September 09, 2021, October 29, 2021 and February 01, 2022. The interval between two meetings was well within the maximum period as per the provisions of Section 173 of the Companies Act, 2013 and Regulation

17(2) of the Listing Regulations and the applicable circulars, guidelines issued by Ministry of Corporate Affairs (MCA) and Securities Exchange Board of India (SEBI) in this regard.

e. Disclosure of relationship between directors inter-se.

None of the Directors of the Company are related to each other.

f. During the year Number of shares and convertible instruments held by Non-Executive Directors.

Mr. Shailesh Kumar Singh, upon his appointment as Independent and Non-Executive Director, had intimated to the Company that he holds 25 number of equity shares of the Company, which he continues to hold till the date of his resignation from the directorship on 18th May, 2022.

Apart from the above, no other Non-Executive Directors holds any share or convertible instrument of the Company.

g. During the year, a separate meeting of the Independent Directors was held on October 29, 2021, without the presence of Managing Director / Management to discuss the matter as required/agreed amongst them.

2. COMMITTEES OF THE BOARD:

I. AUDIT COMMITTEE

The objective of the audit committee is to ensure and monitor the financial affairs of the Company its reporting etc. this is also entrusted to ensure the effective control relating to financial transactions and accounting activities of the Company. The Committee further acts as a link among the Management, the Statutory Auditors, Internal Auditors, and the Board of Directors to oversee the financial affairs and the reporting process. The members of the Committee are eminent professionals with requisite knowledge in financial, accounting and business matters. Minutes of the audit committee meetings are circulated to the Committee and Board members.

The constitution of the audit committee is in conformity with the Companies Act, 2013 and the Listing Regulations. The Chairman of the Audit Committee is an Independent Director.

i. Powers of the Audit Committee:

- To investigate any activity within its terms of reference
- To seek information from any employee
- To obtain outside legal or other professional advice
- To secure attendance of outsiders with relevant expertise, if it considers necessary.

ii. Terms of Reference:

The terms of reference of the audit committee are as follows:

- a. To oversee financial reporting and disclosure process.
- b. To recommend the appointment and removal of Statutory Auditors and decide their remuneration and approval of payment to Statutory Auditors for any other services rendered by them.
- c. To review financial results and statements, before submission to the Board, focus primarily on-
 - I. Any change in accounting policies and practices.
 - II. Major accounting entries, based on exercise of judgment by the management.
 - III. Qualifications in the draft audit report.
 - IV. Significant adjustments arising out of the audit.
 - V. Going concern assumption.
 - VI. Compliance with accounting standards.
 - VII. Compliance with Stock Exchange and legal requirements concerning financial statements.
 - VIII. Any related party transactions i.e. transactions of the Company of a material nature, with promoters or the management, their subsidiaries or relatives, etc. that may have potential conflict with larger interests of the Company.
- d. To oversee adequacy of internal control systems.
- e. Reviewing adequacy of internal audit function, coverage and frequency of internal audit report.
- f. Discussion with internal auditors and concurrent auditors on any significant findings in their reports and follow up thereon.
- g. Discussion with external auditors before audit commences, as regards nature and scope of audit, as well as having post audit discussions to ascertain any areas of concern.
- h. Reviewing the Company's financial and risk management policies.
- i. Reviewing with the management, the Annual Financial Statements and auditor's report thereon before submission to the Board for approval, with particular reference to:
 - Matters required to be included in the Directors' Responsibility Statement to be included in the Board's Report in terms of clause (c) of sub-section 3 of Section 134 of the Companies Act, 2013;

- 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 the management;
 - Significant adjustments made in 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 draft audit report; and
 - Management's letters or letter's of Internal Control weakness issued by Statutory Auditors.
- j. Approval or any subsequent modification of transactions of the Company with related parties.
- k. Scrutiny of inter-corporate loans and investments.
- l. Valuation of undertakings or assets of the Company, wherever it is necessary.
- m. To look into the reasons for substantial defaults in the payment to depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors.
- n. To review the functioning of the whistle blower/vigil mechanism.
- o. Approval of appointment of Chief Financial officer after assessing the qualifications, experience, background of the candidate.
- p. Reviewing the management's discussion and analysis of financial conditions and results of operations.
- q. Appointment, removal and terms of remuneration of the Internal Auditors.
- r. Reviewing the utilization of the loans and/or advances from/investment by the Holding Company in the Subsidiary, exceeding Rs. 100 Crore or 10% of the asset size of the Subsidiary whichever is lower including existing loans/advances/investments existing as on the date of coming into force of this provision.

iii. Composition, Name of Members and Chairperson of the Committee.

Details of Composition of Audit Committee during the year under review was as follows:

S. N.	Name of Member	Category
1.	Mr. Shailesh Kumar Singh (Chairperson)*	Non-Executive & Independent
2.	Mrs. Tanu Agarwal	Non-Executive & Independent
3.	Mr. Vijay Kumar Sharma	Non-Executive & Non-Independent

* Mr. Shailesh Kumar Singh (DIN: 07688944) has resigned w.e.f. May 18, 2022, and Mr. Parshant Chohan (DIN: 09577754) was appointed as Non-Executive & Independent Director w.e.f May 18, 2022. Upon the resignation of Mr. Shailesh Kumar Singh, Mrs. Tanu Agarwal was appointed as the Chairperson of the Committee and Mr. Parshant Chohan was inducted as member of the committee.

The Company Secretary of the Company acted as the secretary to the Committee during the year of reporting, the Chief Financial Officer of the Company and the Statutory Auditors are regular invitees to every meeting of the audit committee. The minutes of each audit committee meeting are placed and discussed in the Board.

iv. Meetings and attendance during the year.

During the year, the Committee met four times on June 29, 2021, August 10, 2021, October 29, 2021 and February 01, 2022.

Attendance of each member at the Audit Committee meetings held during the year is as follows:

Name of Committee Member	No. of meetings held	No. of meetings attended
Mr. Shailesh Kumar Singh (Chairperson)	4	4
Mr. Vijay Kumar Sharma	4	3
Mrs. Tanu Agarwal	4	4

II. NOMINATION AND REMUNERATION COMMITTEE

The Constitution of the Nomination and Remuneration Committee is in conformity with the Listing Regulations. The Chairperson of the Nomination and Remuneration Committee is an Independent Director. All the Directors of the Committee are Non-Executive Directors. The said committee is entrusted with responsibilities as detailed in below mentioned terms of reference:

i. Terms of reference:

The terms of reference for the Nomination and Remuneration Committee as enumerated herein below:

- To guide the Board in relation to appointment and removal of Directors, Key Managerial Personnel and Senior Management.
- Formulation of criteria for evaluation of performance of Independent Directors and the Board of Directors.
- To evaluate the performance of the members of the Board and provide necessary report to the Board for further evaluation of the Board.
- To recommend to the Board on Remuneration payable to the Directors, Key Managerial Personnel and Senior Management.

- 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.
- To retain, motivate and promote talent and to ensure long term sustainability of talented managerial persons and create competitive advantage.
- To devise a policy on Board diversity.
- To develop a succession plan, (if applied) for the Board and to regularly review the plan.
- Formulation of the criteria for determining qualifications, positive attributes and independence of a director and recommend to the Board of Director's policy relating to the remuneration of the Directors, Key Managerial Personnel and other employees.
- 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 of Directors their appointment and removal.

ii. Composition, Name of Members and Chairperson of the committee

Details of Composition of Nomination and Remuneration Committee during the year under review was as follows:

S. N.	Name of Member	Category
1.	Mr. Shailesh Kumar Singh (Chairperson)*	Non-Executive & Independent
2.	Mrs. Tanu Agarwal	Non-Executive & Independent
3.	Mr. Vijay Kumar Sharma	Non-Executive & Non-Independent

* Mr. Shailesh Kumar Singh (DIN: 07688944) has resigned w.e.f. May 18, 2022 and Mr. Parshant Chohan (DIN: 09577754) was appointed as Non-Executive & Independent Director w.e.f May 18, 2022. Upon resignation of Mr. Shailesh Kumar Singh, Mrs. Tanu Agarwal was appointed as the Chairperson of the Committee and Mr. Parshant Chohan was inducted as member of the committee.

The Company Secretary and Compliance Officer of the Company acted as the secretary to the Committee during the reporting period. The minutes of each Nomination and Remuneration Committee meeting are placed and discussed in the Board.

iii. Attendance during the year

During the year, the Nomination and Remuneration Committee met two times on June 29, 2021 and August 10, 2021:

Name of Committee Member	No. of meetings held	No. of meetings attended
Mr. Shailesh Kumar Singh (Chairperson)	2	2
Mr. Vijay Kumar Sharma	2	1
Mrs. Tanu Agarwal	2	2

iv. Remuneration Policy

The Company's Remuneration Policy for Directors, Key Managerial Personnel and other employees is duly framed, adopted and implemented. The same is annexed with the Director's Report. This can also be accessed at the Company's website with below link: [http://www.srmenergy.in/Data/Documents/SRM%20Energy%20-%20OD%20-%20Remuneration Policy.pdf](http://www.srmenergy.in/Data/Documents/SRM%20Energy%20-%20OD%20-%20Remuneration%20Policy.pdf)

v. Performance evaluation of Independent Director

During the year, the Board had a formal mechanism for evaluating its performance and as well as that of its individual Directors. Separate exercise was carried out to evaluate the performance of Non-Independent Directors including the Chairman of the Board.

Following are the major criteria applied for performance evaluation: -

- attendance and participation in the Board and Committee Meetings, application of leadership qualities and knowledge to give overall strategic direction for enhancing shareholder's value;
- adherence to ethical standards & code of conduct of the Company;
- disclosure of non-independence, as and when exists and disclosure of interest;
- interpersonal relations with other Directors and Management; and
- understanding of the Company and willingness to spend time and efforts to learn the affairs of the Company.

As part of the evaluation process the Performance evaluation of all the Directors have been done by all the other Directors (except himself & herself) and the Directors have also evaluated the Performance of the Board and its Committees as a whole. The Directors expressed satisfaction with the evaluation process.

vi. Details of remuneration paid to all the Directors

No remuneration is being paid to any of the Director of the Company.

III. STAKEHOLDERS' RELATIONSHIP COMMITTEE

The composition of the Stakeholders' Relationship Committee is in compliance with the provisions of Section 178 of the Companies Act, 2013 and Regulation 20 of the Listing Regulations. The Prime responsibility of the Stakeholders' Relationship Committee is to ensure that the grievances of security holders are resolved efficiently and effectively i.e. within the given time period.

i. Number of Meetings

The Stakeholders' Relationship Committee met three times during the year under review. The meetings were held on August 09, 2021, October 29, 2021 and 24th January, 2022.

ii. Composition, Name of Members and Chairperson of the committee

The Composition of Stakeholders' Relationship committee is as follows:

S. N.	Name of Member	Category
1.	Mr. Vijay Kumar Sharma (Chairperson)	Non-Executive & Non-Independent
2.	Mr. Shailesh Kumar Singh*	Non-Executive & Independent
3.	Mr. Vishal Rastogi	Director (Executive category)

* Mr. Shailesh Kumar Singh (DIN: 07688944) has resigned w.e.f. May 18, 2022 and Mr. Parshant Chohan (DIN: 09577754) was appointed as Non-Executive Independent Director of the Company w.e.f. May 18, 2022, he was also inducted as a member of the Committee w.e.f. his date of appointment in the Board.

The Company Secretary and Compliance Officer of the Company acted as the secretary to the Committee during the year of reporting. The minutes of each Stakeholders' Relationship Committee meeting are placed and discussed in the Board.

iii. Attendance during the year

Details of the meeting held during the year are as follows:

Name of Committee Member	No. of meetings held	No. of meetings attended
Mr. Vijay Kumar Sharma (Chairperson)	3	3
Mr. Shailesh Kumar Singh	3	3
Mr. Vishal Rastogi	3	3

In the previous Annual General Meeting of the Company held on September 09, 2021, M/s MCS Share Transfer Agent Limited was the Registrar and Share Transfer Agents to handle the grievances of the shareholders. The Company suitably monitors and analyses the work of the registrar to ensure that the investors' grievances are settled in given time period.

iv. Terms of Reference of the Committee, inter alia includes the followings:

- Oversee and review all matters connected with the transfer of the Company's securities.
- Approve issue of the Company's duplicate share certificates.
- Consider, resolve and monitor redressal of investors' / shareholders' / security holders' grievances related to transfer of securities, non-receipt of Annual Report, non-receipt of declared dividend etc.
- Review of measures taken for effective exercise of voting rights of shareholders.
- Review of the various measures and initiatives taken by the listed entity for reducing the quantum of unclaimed dividends and ensuring timely receipt of dividend.
- Warrants/Annual Reports/ Statutory Notices by the shareholders of the Company.
- Oversee the performance of the Company's Registrars and Transfer Agents Recommend methods to upgrade the standard of services to investors.
- Monitor implementation and compliance with the Company's Code of Conduct for Prohibition of Insider Trading.
- Carry out any other function as is referred by the Board from time to time and / or enforced by any statutory notification / amendment or modification as may be applicable.
- Perform such other functions as may be necessary or appropriate for the performance of its duties.

v. Name and Designation of Compliance officer

During the Financial Year under review, Mr. Suvindra Kumar was Company Secretary and Compliance Officer of the Company. However, he has resigned from his post with effect from end of the business hours on May 31, 2022.

vi. Number of Shareholder Complaints received in the Financial Year

The Company had Nil Complaints pending at the beginning of the year. During the year, the Company has received one complaint and resolved the same within the prescribed time period. There were Nil complaints pending as on March 31, 2022.

vii. Number of complaints not solved to the satisfaction of Shareholders: Nil

viii. Number of Pending Complaints: Nil

3. ANNUAL GENERAL MEETINGS AND EXTRAORDINARY GENERAL MEETING

Details of location and time, where last three AGMs held:

Year	AGM	Location	Date	Time
2020-21	AGM	Federation of Indian Export Organisations, Niryat Bhawan, Rao Tula Ram Marg, Opp. Army Hospital Research and Referral, New Delhi 110 057	09.09.2021	11:00 A.M.
2019-20	AGM	Federation of Indian Export Organisations, Niryat Bhawan, Rao Tula Ram Marg, Opp. Army Hospital Research and Referral New Delhi – 110057	30.09.2020	11:00 A.M.
2018-19	AGM	Federation of Indian Export Organisations, Niryat Bhawan, Rao Tula Ram Marg, Opp. Army Hospital Research and Referral New Delhi – 110057	26.09.2019	11.00 A.M.

In the last three Financial Years, special resolutions as set out in the schedule below were passed by the members of the Company either in the AGM/EGM or through postal ballot:

Details of Special Resolutions passed in AGM/EGM:

Year	AGM Date	Special Resolutions
2020-21	09.09.2021	No Special Resolution was passed.
2019-20	30.09.2020	No Special Resolution was passed.
2018-19	26.09.2019	Re-designation of Mrs. Tanu Agarwal (DIN: 07134266) as an Independent Director of the Company.

Details of Resolutions passed through Postal Ballot:

- In the Financial Year 2020-21, your Company initiated the postal ballot proceedings to obtain the approval through Postal Ballot by way of passing the Special Resolution w.r.t Modification/ Alteration of earlier Special Resolution passed u/s 180 (1)(a) towards utilizing the sale proceeds of the land to settle the loan extended by Mr. Vishal Rastogi in favour of SRM Energy Tamilnadu Pvt. Ltd. (the "Wholly Owned Subsidiary", "SETPL or WOS"), to carry out statutory, administrative, other day to day expenses and also to settle the existing liabilities of the WOS and the Company (SRM Energy Limited) over and above the existing provisions/authorisations in the said Special Resolution.

The said approval was obtained on 15th April, 2021.

- During the Financial Year 2019-20, your Company has obtained approval through Postal Ballot by way of passing the Special Resolution w.r.t the sale/ transfer, assign, deliver or otherwise dispose off the Land for the power plant admeasuring 215.140 acres currently in the name of its Wholly Owned Subsidiary Company viz. SRM Energy Tamilnadu Private Limited ("SETPL") towards using the sale proceeds to partially settle the loan extended by Mr. Gagan Rastogi in favour of the Wholly Owned Subsidiary.

The said approval was obtained on 21st April, 2019.

4. DISCLOSURES

I. Disclosures on materially significant related party transactions that may have potential conflict with the interests of Company at large.

None of the transactions with any of the related parties, were in conflict with the interests of the Company. However, the Company has formulated a policy on materiality of related party transactions and also on dealing with related party transactions which can be accessed with the below link:

<http://www.srmenergy.in/Data/Documents/SRM%20Energy%20-%20OD%20-%20Policy%20for%20Determination%20of%20Materiality%20for%20Disclosure%20of%20Information.pdf>

The relevant provisions of Regulation 23 read with Regulation 15 of Listing Regulations, pertaining to the dealings with related party transactions are not applicable to the Company. However, Company has put its efforts to comply with the provisions to the extent possible on voluntary basis.

II. Details of non-compliance by the Company, penalties, and strictures imposed on the Company by Stock Exchanges or SEBI or any statutory authority, on any matter related to capital markets, during the last three years.

The Company has complied with all the requirements of the Stock Exchange as well as the regulations and guidelines prescribed by the Securities and Exchange Board of India (SEBI). There were no penalties or strictures imposed on the Company by Stock exchanges or SEBI, or any statutory authority on any matter related to capital markets, during the last three years.

The BSE had imposed a penalty of Rs. 2,12,400/- for the alleged non-compliance of Regulation 23 (9) of the Listing Regulations, regarding non-disclosure of related party transactions on consolidated basis w.r.t the half year ended on 30th September, 2020. Your Company had submitted a reply in this regard to BSE confirming that the Company is exempted from making any such disclosure under the aforesaid clause as per the exemption granted under Regulation 15 (2) of the Listing Regulations and also that the said disclosure of non-applicability of the clause has been duly submitted on 17th July, 2020.

The BSE vide their email dated 23rd April, 2021, after having consideration on our submission has waived off the said penalty in complete manner.

III. The Company has in place a Vigil Mechanism/ Whistle Blower Policy, the details about the whistle blower policy w.r.t its adoption and implementation etc. are given in Board's Report. Further, the Company has ensured the direct access, for the personnel, to the audit committee, though no one has approached for the same. The said Policy is also available at the website of the Company with below link:

<http://www.srmenergy.in/Data/Documents/SRM%20Energy%20-%20OD%20-%20Whistle%20Blower.pdf>

IV. The Company is compliant with the mandatory requirements applicable to the Company under SEBI Listing Regulations.

V. Regulation 15 of the SEBI Listing Regulations provides an exemption from the compliances of Regulations 17, 17A, 18, 19, 20, 21, 22, 23, 24, 24A, 25, 26, 27 and clause (b) to (i) and (t) of sub regulation (2) of Regulation 46 and para C, D and E of Schedule V of the said SEBI Listing Regulations, to those Companies having paid up equity share capital not exceeding Rs. 10.00 Crores and Net Worth not Exceeding Rs. 25.00 Crores as on the last day of Previous Financial Year.

Your Company with a paid share capital of Rs. 9.06 Crores and Net Worth of Rs. (2.97) Crores as at the end of previous Financial Year, is exempted from the Compliances of aforesaid regulations, however it has put its effort to comply with many of those Regulation to the extent possible on voluntary basis.

However, this is also to apprise that the Board of Directors of the Company in their meeting held on May 18, 2022 after considering the Net worth and paid up capital of the Company has decided to discontinue the compliances as provided under the aforesaid regulations.

5. MEANS OF COMMUNICATION

Pursuant to Regulation 33 of SEBI Listing Regulations:

- the unaudited/audited financial results (Standalone & Consolidated) are intimated to the stock exchange, immediately after the Board meetings at which they are approved.
- these quarterly results/disclosures are published in "The Financial Express" and "Jansatta" in the prescribed performa within maximum 48 hours of the conclusion of the meeting of the Board at which they are approved.

The financial results/disclosure are also displayed on the website of the Company, i.e., <http://www.srmenergy.in/Home/FinancialResults>

6. GENERAL SHAREHOLDER INFORMATION

i. Annual General Meeting (For Financial Year 2021-22)

Day, Date and Time:
Venue:

Wednesday, September 28, 2022 at 11:00 A.M.
Federation of Indian Export Organisations,
Niryat Bhawan, Rao Tula Ram Marg, OPP.
Army Hospital Research and Referral, New Delhi-110057

ii. Financial Year:

01st April to 31st March of every year.

Financial Calendar (Tentative and subject to change)

Financial Results/Disclosure for the
Quarter ending June 2022

On or before 14th August, 2022

Financial Results/Disclosure for the
Quarter and Half Year ending September 2022

On or before 14th November, 2022

Financial Results/Disclosure for the
Quarter ending December 2022

On or before 14th February, 2023

Financial Results/Disclosure for the
Quarter and Year ending March 2023

On or before 30th May, 2023

Annual General Meeting

September 2023

iii. **Date of Book closure:** Thursday, September 22, 2022 to Wednesday, September 28, 2022 (both days inclusive)

iv. **Dividend payment date:** Not applicable as the Board of Directors has not declared any Dividend for the F.Y. 2021-22.

v. Listing on Stock Exchanges, Stock Code & ISIN:

INSTRUMENT	STOCK EXCHANGE	STOCK CODE	ISIN
Equity Shares	Bombay Stock Exchange, Mumbai	Trading Symbol- SRMENERGY- 523222	INE 173J01018

Note: The Company has paid Rs. 3,54,000/- towards the Annual Listing Fee for the Financial Year 2022-23 and as on date there are no arrears for the same.

vi. **Market Price Data : High, Low during each month in last Financial Year and performance in comparison to BSE Sensex.**

Months	Share Price in BSE		SENSEX		VOLUME (No. of shares)
	Month's High Price	Month's Low Price	Month's High	Month's Low	
Apr-21	2.5	2.5	50375.77	47204.50	100
May-21	2.4	2.4	52013.22	48028.07	240
Jun-21	2.4	2.4	53126.73	51450.58	3253
July-21	3.57	2.52	53290.81	51802.73	4766
Aug-21	4.71	3.74	57625.26	52804.08	3141
Sep-21	3.99	3.19	60412.32	57263.90	2753
Oct-21	3.04	2.62	62245.43	58551.14	9579
Nov-21	4.26	3.10	61036.56	56382.93	24490
Dec-21	8.75	4.47	59203.37	55132.68	8388
Jan-22	8.75	8.70	61475.15	56409.63	9443
Feb-22	9.13	7.87	59618.51	54383.20	1328
Mar-22	8.26	7.79	58890.92	52260.82	631

vii. **Registrar and Transfer Agents (RTA):**

During the year of reporting the registrar and transfer activity was being handled by MCS Share Transfer Agent Ltd. having its address at F-65, 1st floor, Okhla Industrial Area, Phase-I, New Delhi-110020, E-Mail: admin@mcsregistrars.com.

The shareholders are requested to address all their communications/ suggestions/grievances to the Company's RTA at the above address.

viii. **Share Transfer System:**

The Board of Directors of the Company, in order to expedite the process, has delegated the power of approving transfer, transmission etc. of the securities of the Company to the Registrar & Transfer Agents. Securities lodged for transfer, transmission, etc. are normally processed within the stipulated time as specified under the SEBI Listing Regulations and other applicable provisions of the Companies Act, 2013. The Company has duly obtained certificate on yearly basis from the Practicing Company Secretary, certifying due compliance with the formalities of share transfer as required under Regulation 40(9) of the SEBI Listing Regulations and submitted a copy of the certificate to the Stock Exchange where the securities of the Company are listed.

ix. **a. Distribution of shareholding as on March 31, 2022:**

Range	Shares	Percent Shares	No. of Holders	Percent Holders
1-500	847743	9.36	5225	91.60
501-1000	243807	2.69	280	4.91
1001-2000	167337	1.85	112	1.96
2001-3000	77537	0.86	30	0.53
3001-4000	25450	0.28	7	0.12
4001-5000	51272	0.57	11	0.19
5001-10000	169217	1.87	23	0.40
10001-50000	200510	2.21	9	0.16
50001-100000	122525	1.35	2	0.04
100001 and Above	7154602	78.97	5	0.09
Total	9060000	100.00	5704	100.00

b. Distribution of shareholding among Non-Resident, FII, Body Corporate and Individuals:

As at the end of year of reporting, i.e., as on 31.03.2022, the distribution of shareholdings between NRI, Mutual Funds, Body Corporate and Resident Individuals are represented below:

Category	No. of shares	Percentage
Non Resident Indians	21297	0.24
Mutual Funds/UTI	305495	3.37
Bodies Corporate	6691829	73.86
Resident Individuals	2041379	22.53
Total	9060000	100.00

x. **Dematerialisation of shares and liquidity:**

As at the end of March, 31, 2022, 8036950 Shares (88.71%) of the equity capital of the Company were dematerialized. The following table shows the details relating to the dematerialisation of shares of the Company:

Particulars	No. of Shares	Percentage
NSDL	7313918	80.73
CDSL	723032	7.98
PHYSICAL	1023050	11.29
Total	9060000	100.00

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

The Company does not have any outstanding GDRs/ADRs/Warrants or any convertible instruments.

xii. **Address for correspondence:**

Investor Correspondence (For transfer/ dematerialisation of shares and any other query related to the shares of the Company)	MCS Share Transfer Agent Limited Address: F-65, 1 st Floor, Okhla Industrial Area, Phase I, New Delhi – 110020. Phone: 011-41406149 Fax: 011-41709881 E-mail : admin@mcsregistrars.com For shares held in Dematerialized form To the Depository Participant
Any query on Annual Report	SRM Energy Limited Address: 21 Basant Lok Complex, Vasant Vihar, New Delhi – 110057. Phone: 011- 41403205, E-Mail: cs@srmenergy.in

DECLARATION

It is hereby declared that all the Board Members and Senior Management of the Company have reaffirmed adherence to compliance with the 'Code of Conduct' laid down by the Company.

Place : New Delhi
Date: August 10, 2022

(Vishal Rastogi)
Managing Director
DIN: 02780975

COMPLIANCE CERTIFICATE

[Pursuant to Regulation 17(8) read with Part B of Schedule II of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015]

**To,
Board of Directors
SRM ENERGY LIMITED**

- A. We have reviewed Financial Statements and the cash flow statement for the Financial Year ended March 31, 2022, and that to the best of our knowledge and belief:
- (1) These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - (2) These statements together present a true and fair view of the listed entity's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- B. There are, to the best of our knowledge and belief, no transactions entered into by the listed entity during the year which is fraudulent, illegal or violative of the listed entity's code of conduct.
- C. We accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of internal control systems of the listed entity pertaining to financial reporting and we have disclosed to the auditors and the audit committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and the steps they have taken or propose to take to rectify these deficiencies.
- D. We have indicated to the auditors and the Audit Committee that:
- (1) There are no significant changes in internal control over financial reporting during the year;
 - (2) There are no significant changes in accounting policies during the year and that there is no event to make a disclosure in the notes to the financial statement in this regard; and
 - (3) There are no instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the listed entity's internal control system over financial reporting.

Date : May 16, 2022
Place : New Delhi

(Vishal Rastogi)
Managing Director
DIN: 02780975

(Raman Kumar Mallick)
Chief Financial Officer

CORPORATE GOVERNANCE COMPLIANCE CERTIFICATE

To The Members of SRM Energy Limited,

We have examined the Compliance of conditions of Corporate Governance by SRM Energy Limited ('the Company'), for the year ended March 31, 2022, as stipulated under the provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, ("Listing Regulations"). The compliance of conditions of Corporate Governance is the responsibility of the Management. Our examination was limited to procedures 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 opinion on the Financial Statements of the Company.

As per the provisions of Regulation 15 (2) Listing Regulations, the Company is exempted to comply with Corporate Governance Provisions as specified in Regulations 17, 17A, 18, 19, 20, 21, 22, 23, 24, 24A, 25, 26, 27 and clause (b) to (i) and (t) of sub regulations (2) of Regulations 46 and para C, D and E of Schedule V of the Listing Regulations.

However, in our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated under Listing Regulations.

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 Priya Gupta & Associates
Company Secretaries

(Priya Kesari)
Proprietor
M. No. 22710
C. P. No:- 8180

Date: August 09, 2022
Place: Noida
UDIN: A022710D000770358

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

The Management Discussion Analysis ("MDA") comprises the discussion about the overall performance of the Company including other aspects which has its impact on the business activities of the Company. Such discussion primarily focuses the financial aspect, the domestic and global economic scenario and the risk involved in the business. It also contains a review and analysis of Industry Structure and Developments, Opportunities and Threats, Performance of the Company and Internal Control Systems & their Adequacy, during the Financial Year and till date of this report.

GLOBAL ECONOMY

On account of Covid 19 pandemic, the last two years have been difficult for the world economy. Repeated waves of infection, supply-chain disruptions and, more recently, inflation have created particularly challenging times for policy-making.

Global growth is projected to slow from an estimated 6.1 percent in 2021 to 3.6 percent in 2022 and 2023. This is 0.8 and 0.2 percentage points lower for 2022 and 2023 than projected in January.

Beyond 2023, global growth is forecast to decline to about 3.3 percent over the medium term. War-induced commodity price increases and broadening price pressures have led to 2022 inflation projections of 5.7 percent in advanced economies and 8.7 percent in emerging market and developing economies - 1.8 and 2.8 percentage points higher than projected last January. Multilateral efforts to respond to the humanitarian crisis, prevent further economic fragmentation, maintain global liquidity, manage debt distress, tackle climate change and end the pandemic are essential.

INDIAN ECONOMY

The Indian economy has been staging a sustained recovery since the second half of 2020-21. Although the second wave of the pandemic in April-June 2021 was more severe from a health perspective, the economic impact was muted compared to the national lockdown of the previous year 2020-21.

India's economy grew 4.1 percent year-on-year in the January-March period of 2021-22 (Q4 FY22), even as the rate of growth slowed sequentially for a third straight quarter with the Omicron wave induced restrictions and high commodity prices weighing on economic activities.

As per the National Statistics Office the overall growth was 8.7% for the Financial Year 2021-22. However as per the Economic Survey of 2021-22 the GDP of the country is projected to grow 8.0 to 8.5% in 2022-23.

FORWARD-LOOKING STATEMENT

The forward-looking statements which may be identified by their use of words like 'plans', 'anticipate', 'believe', 'estimate', 'expect', 'intend', 'will', 'projects' or other words of similar expressions as they relate to the Company or its business are intended to identify such forward-looking statements. All statements that address expectations or projections about the future, including, but not limited to statements about the Company's strategy for growth, development, market position, expenditures, and financial results are forward looking statements. These are based on certain assumptions and expectations of future events. The Company cannot guarantee that these assumptions and expectations are accurate or will be realized. The Company undertakes no obligations to publicly update or revise forward looking statements, whether as a result of new information, future event or otherwise. Actual results, performances or achievements could differ materially from those expressed or implied in such statements. Therefore, as a matter of caution, undue reliance on the forward-looking statements should not be made as they speak only of their dates. The above discussion and analysis should be read in conjunction with the Company's Financial Statements included herein and the notes thereto. Unless otherwise specified or the context otherwise requires, all references herein to "we", "us", "our", "the Company", or "SRM Energy" are to SRM Energy Limited and/or its Subsidiary Company.

INDIAN POWER SECTOR OUTLOOK

India's power sector is one of the most diversified in the world. Sources of power generation range from conventional sources such as coal, lignite, natural gas, oil, hydro and nuclear power to viable non-conventional sources such as wind, solar, and agricultural and domestic waste. Electricity demand in the country has increased rapidly and is expected to rise further in the years to come. In order to meet the increasing demand for electricity in the country, massive addition to the installed generating capacity is required.

The Indian power sector is undergoing a significant change that has redefined the industry outlook. Sustained economic growth continues to drive electricity demand in India. The Government of India's focus on attaining 'Power for all' has accelerated capacity addition in the country. At the same time, the competitive intensity is increasing at both the market and supply sides (fuel, logistics, finances, and manpower).

India ranked third globally for total renewable power capacity additions with 15.4 GW in 2021, following only China (136 GW) and the US (43 GW), according to the REN21 Renewables 2022 Global Status Report (GSR 2022). India installed 843 MW of hydropower capacity in 2021, bringing the overall capacity to 45.3 GW, according to the report.

India was the second-largest market for new solar PV capacity in Asia, and the third-largest globally (13 GW of additions in 2021). For the first time, it surpassed Germany (59.2 GW) for fourth place in total installations (60.4 GW).

INDUSTRY STRUCTURE AND DEVELOPMENTS

The energy sector forms one of the critical elements of any nation's economic development. Ministry of Power, in past years, had taken massive initiatives to transform the country from power deficit to a power surplus nation, connecting the whole nation into one grid, strengthening the distribution system and achieving universal household electrification. The continued endeavour of Govt. of India through the implementation of energy efficiency programs has resulted in a reduction of energy intensity and avoidance of CO₂ emission. The Govt. of India has taken multiple initiatives in achieving a sustainable energy framework, which has fostered the India's growth.

The Country is on a path from power deficit to power surplus. Till June 2022, India has installed power generation capacity of 403.75 GW (Approx.) consisting of 2,36,065 MW from Fossil Fuel and 1,67,694 MW from Non-Fossil Fuel Capacity making India a power surplus.

Generation

The Overall Generation during the Financial Year 2021-22 has increased to 1,491.859 BU from 1,381.827 BU in Financial Year 2020-21 representing a growth 7.96% from the pervious Financial Year (2020-21). However the electricity generation target of thermal, hydro, nuclear & Bhutan import for the year 2022-23 was fixed at 1459.373 BU comprising of 1257.388 BU Thermal; 150.661 BU Hydro; 43.324 Nuclear; and 8.000 BU Import from Bhutan.

Fuel

Coal remains the predominant indigenous energy source in the country. The energy security of the country and its prosperity are integrally linked to efficient and effective use of this abundant, affordable and dependent fuel, Coal. The dependability on Coal may be gauged by the fact that about 55% of India's installed power capacity is coal-based.

Coal India Limited and its subsidiaries produced 622.63 MT during 2021-22 which is the highest production achieved since its inception. Production for the year represented an increase of 26.41 MTs i.e. 4.4 % growth over last year's production of 596.22 MTs.

Transmission

Transmission system plays an important role in supply of power to the consumers through the vital link between the generating stations and the distribution system. The energy resources like coal, hydro and renewable are unevenly distributed in India. Coal reserves are mainly available in Central and Eastern part of the country, whereas hydro energy resources are primarily available in Himalayan Range in the Northern and North-Eastern parts. Renewable resources like wind and solar potential are also mainly concentrated in states like Tamil Nadu, Andhra Pradesh, Karnataka, Rajasthan, Maharashtra, Gujarat & Ladakh etc. The major load centres of the country are located in central part including Northern, Western and Southern regions. This skewed distribution of resources necessitated development of robust transmission system including establishment of inter-regional corridors for seamless transfer of power from surplus to deficit regions/areas. In this process, it enables access to power generation from anywhere in the country to various consumer spread throughout the country.

The Govt. of India has added more than 10,000 circuit kilo meter (ckm) transmission line with a transmission capacity of approx. 54000 MVA during the Financial Year 2021-22, as a result of said addition, the country has become one of the largest synchronous interconnected electricity grids in the world with 4,52,440 ckm of transmission line and 10,79,766 MVA of transformation capacity. Besides, the inter-regional capacity increased extensively with 212% to 1,12,250 MW since 2014.

Distribution

Distribution is the most important link in the entire power sector value chain. As the only interface between utilities and consumers, it is the cash register for the entire sector. Under the Indian Constitution, power is a Concurrent subject and the responsibility for distribution and supply of power to rural and urban consumers rests with the states. Government of India provides assistance to states through various central sector / centrally sponsored schemes for improving the distribution sector.

During the year 2014-2021, Ministry of Power, have added 2,831 New Sub-stations, 6,80,143 distribution transformers, 2,37,42,224 consumer Meters, 2,02,528 Circuit km 11 KV HT Lines etc. This was the largest distribution system strengthening program taken up after independence.

OPERATIONAL PERFORMANCE

The Company had plan to set up a power project at Tamilnadu with a capacity of 3X660 MW i.e. 1980 MW. The said plan was proposed to be set up through the Wholly Owned Subsidiary SRM Energy Tamilnadu Pvt. Ltd. Likewise previous year this year too, the Company did not have any operations. This has regularly been updated to you that the project of the Company could not take off due to various factors inter-alia including the unfavourable industrial scenario, change in the Govt. Policies over the period of time, status of the land acquisition, and overall investment being low.

There being no business operations since long, the Company has been suffering with a continuous loss and its net worth has significantly reduced.

Regarding sale of land (of the power project) by the Subsidiary Company, till now 181.51 acres of land has been sold for Rs. 4, 28,69,657/-. Moreover the land sale process has been significantly impacted with the covid-19 situation as the expected price could not be achieved while executing the sale process. As informed earlier, that such sale proceeds are being utilised to settle the existing liabilities of the WOS and our Company and also to meet the statutory, administrative, other day to day expenses. The Company had obtained shareholders approval for the same on April 21, 2019 and 15th April, 2021.

PROJECT AT CUDDALORE

This year too status of the Company has remain unchanged in terms of implementation of the project, its overall operation. You have already been informed through this report about the reasons for the current status of the Company and about the project which could not took off.

Amidst the project being abandoned, the Company is entirely concentrating upon safeguarding its assets and keeping it compliant in all respect.

HUMAN RESOURCES

The Company concentrates on the effective practices for attracting, retaining and enhancing human resources of the Company. The Company ensures a motivated workforce, promote the ownership and sharing economic growth of the Company. During the year of reporting there were two employees on the payroll of the Company. Your Company maintains a cordial relationship with its employees and the remunerations being paid to them are duly governed by the concerned remuneration policy as formulated in this respect.

INTERNAL CONTROL SYSTEMS

The Company ensures at all levels the effective internal control and risk-mitigation system, which are constantly assessed and strengthened by the Board and respective Committees. The Company's internal control system is commensurate with its size, scale and complexities of its operations. Our management assessed the effectiveness of the Company's internal control over financial reporting of March 31, 2022.

Internal Financial Controls means the policies and procedures adopted by the Company for ensuring orderly and efficient conduct of its business, including adherence to Company's policies, safeguarding of its assets, prevention and detection of frauds and errors, accuracy and completeness of the accounting records, and timely preparation of reliable financial information.

The auditor performs independent testing of controls. The Auditors' Report is required to comment on whether the Company has adequate and effective financial control system in place and such controls are operating effectively.

Further Company has appointed M/s Amarjeet Singh & Associates, Internal Auditor of the Company, he submits Internal Audit Report to the Company every quarter which is placed before the audit committee and the Board. Also the committee being responsible reviewed the Internal Financial Controls and Internal Audit Actions.

RISKS AND CONCERNS

The Company recognizes that every business has its inherent risks and it is required to possess a proactive approach to identify and mitigate them. Your Company has embedded an efficient organizational risk management framework, which regularly scans all possible internal and external environments to identify risks and decide on possible mitigation plans.

CAUTIONARY STATEMENT

Certain statements in the Management Discussion and Analysis may be forward-looking. Actual outcomes may vary from those expressed or implied. The Company assumes no responsibility to publicly amend, modify, update or revise any such statements on the basis of subsequent developments, information or events.

INDEPENDENT AUDITOR'S REPORT

To The Members of SRM Energy Limited

Report on the Audit of the Standalone Ind AS Financial Statements

Opinion

We have audited the accompanying standalone Ind AS Financial Statements of **SRM Energy Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2022, the statement of Profit and Loss (including other Comprehensive Income), the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and notes to the Financial Statement including a summary of the significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone Financial Statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India of state of affairs of the Company as at March 2022 and loss, Changes in equity 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 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 Act 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.

Material Uncertainty Related to Going Concern

Attention of the matters is invited to note no.28 of the notes to accounts regarding the Financial Statements of the Company having been prepared on a Going Concern basis, the Company's net worth has been significantly reduced and it has been incurring cash losses and the promoters/ directors/ Subsidiary Company have infused funds by way of unsecured loan and are committed to provide necessary funding to meet the liabilities and future running expenses of the Company. Further, pursuant to approval obtained from shareholders to sale/transfer, assign, deliver or otherwise dispose off the Land for the Power plant admeasuring 215.14 acres currently in the name of its Wholly Owned Subsidiary, the Subsidiary Company has sold its land admeasuring 159.44 acres for Rs. 403.51 Lacs till the end of current Financial Year and the sale proceeds as received is being used to partially settle the pending loan. The Subsidiary Company incurred a loss of Rs. 15.60 Lacs during the current Financial Year on sale of land. Till now approx. 26% of the lands are unsold. In view of aforesaid, the accounts have been prepared under going concern basis.

Our opinion is not modified in respect to this matter.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone Ind AS Financial Statements of the current period. These matters were addressed in the context of our audit of the standalone Ind AS Financial Statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. For each matter below, our description of how our audit addressed the matter is provided in that context.

We have determined the matters described below to be the key audit matters to be communicated in our report. We have fulfilled the responsibilities described in the Auditor's responsibilities for the audit of the standalone Ind AS Financial Statements section of our report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatement of the standalone Ind AS Financial Statements. The results of our audit procedures, including the procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying standalone Ind AS Financial Statements.

Key audit matters	How our audit addressed the key audit matter
Accuracy and completeness of disclosure of related party transactions and compliance with the provisions of the Companies Act 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('SEBI (LODR) 2015') (as described in note 23 of the standalone Ind AS Financial Statements)	
<p>We identified the accuracy and completeness of disclosure of related party transactions as set out in respective notes to the standalone Ind AS Financial Statements as a key audit matter due to:</p> <ul style="list-style-type: none"> The significance of transactions with related parties during the year ended March 31, 2022. Related party transactions are subject to the compliance requirements under the Companies Act 2013 and SEBI (LODR) 2015. 	<p>Our procedures in relation to the disclosure of related party transactions included:</p> <ul style="list-style-type: none"> Obtaining an understanding of the Company's policies and procedures in respect of the capturing of related party transactions and how management ensures all transactions and balances with related parties have been disclosed in the standalone Ind AS Financial Statements. Obtaining an understanding of the Company's policies and procedures in respect of evaluating approval process by the Board of Directors. Agreeing the amounts disclosed to underlying documentation and reading relevant agreements, on a sample basis, as part of our evaluation of the disclosure. Assessing management evaluation of compliance with the provisions of Section 177 and Section 188 of the Companies Act 2013 and SEBI (LODR) 2015. Evaluating the disclosures through reading of statutory information, books and records and other documents obtained during the course of our audit.

Information Other than the Financial Statements and auditors' 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 Board's Report including Annexures to Board's Report, Business Responsibility Report but does not include the Financial Statements and our auditor's report thereon.

Our opinion on the 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 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.

Management's responsibility for the Financial Statements

The Company's Board of Directors are responsible for the matters stated in section 134 (5) of the Act with respect to the preparation of these 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 Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

The Board of Directors is 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.

Materiality is the magnitude of misstatements in the Standalone Financial Statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Standalone Financial Statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Standalone Financial Statements.

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. With respect to the matter to be included in the Auditors' Report under Section 197(16):

In our opinion and according to the information and explanations given to us, the Company has not paid managerial remuneration to its directors during the current year.

2. As required by Section 143(3) of the Act, based on our audit we report that:

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.
- d) In our opinion, the aforesaid standalone Ind AS Financial Statements comply with the Indian Accounting Standards prescribed under section 133 of the Act, read with rule 7 of the Companies (Accounts) Rule, 2014.
- e) On the basis of the written representations received from the directors as on March 31, 2022 taken on record by the Board of Directors, none of the directors are disqualified as on March 31, 2022 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 A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
- g) In our opinion and to the best of our information and according to the explanations given to us, we report as under with respect to other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014:-

(i) The Company has disclosed the impact of pending litigations on its financial position in its Financial Statements- Refer Note 18 on Contingent Liabilities;

(ii) The Company did not have any long-term contracts including derivative contracts; as such the question of commenting on any material foreseeable losses thereon does not arise; and

(iii) There has not been an occasion in case of the Company during the year under report to transfer any sums to the Investor Education and Protection Fund. The question of delay in transferring such sums does not arise.

- h) (a) The management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or securities premium or any other sources or kind of funds) by the Company to or in any person(s) or entity(ies), including foreign entities ('the intermediaries'), with the understanding, whether recorded in writing or otherwise, that the intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ('the Ultimate Beneficiaries') or provide any guarantee, security or the like on behalf the Ultimate Beneficiaries;
- (b) The management has represented that, to the best of its knowledge and belief, no funds have been received by the Company from any person(s) or entity(ies), including foreign entities ('the Funding Parties'), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ('Ultimate Beneficiaries') or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
- (c) Based on such audit procedures performed as considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the management representations under sub-clauses (a) and (b) above contain any material misstatement.
- i) The Company has not declared or paid any dividend during the year ended 31 March 2022.
3. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in the "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

For Saini Pati Shah & Co LLP
Chartered Accountants
FRN - 137904W/W100622

(Pawan Kumar Jain)
Partner
(M/N: 418772)
UDIN: 22418772AMGSML4002
Place: New Delhi
Dated: 18/05/2022

ANNEXURE "A"

TO THE INDEPENDENT AUDITORS' REPORT

(Referred to in paragraph 1 (f) under 'Report on Other Legal and Regulatory Requirements' of our Report of even date)

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

We have audited the internal financial controls over financial reporting of **SRM ENERGY LIMITED** ("the Company") as of March 31, 2022 in conjunction with our audit of the Financial Statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by 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 were established and maintained and if such controls operated effectively in all material respects.

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

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

Meaning of Internal Financial Controls over Financial Reporting

A Company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of Financial Statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of Financial Statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorizations of management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized 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 explanation 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, 2022, 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 Saini Pati Shah & Co LLP
Chartered Accountants
FRN - 137904W/W100622

(Pawan Kumar Jain)
Partner
(M/N: 418772)
UDIN: 22418772AMGSML4002
Place: New Delhi
Dated: 18/05/2022

ANNEXURE "B"

Annexure to the Independent Auditors' Report

The Annexure referred to in our Independent Auditors' Report of even date to the members of **SRM ENERGY LIMITED** on the accounts of the Company for the year ended 31st March, 2022

- i. The Company does not have fixed assets. Hence, clause 3(i)(a) to 3(i)(c) of the order are not applicable to the Company;
- ii. The nature of business of the Company does not require it to have any inventory. Hence, the requirement of clause (ii) of paragraph 3 of the said Order is not applicable to the Company;
- iii. In our opinion, and according to the information and explanations given to us, the Company has not made investments in, or provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, limited liability partnerships or any other parties during the year. Accordingly, reporting under clause 3(iii)(a) to clause 3(iii)(f) of the Order is not applicable to the Company.
- iv. In our opinion, and according to the information and explanations given to us, the Company has not granted any loans, or provided any guarantees or security to the parties covered under sections 185 of the Act. According to the information and explanations given to us, the provisions of Section 186 of the Act in respect of the loans given, guarantees given, securities provided or investments made not applicable to the Company. Accordingly, reporting under clause 3(iv) of the Order is not applicable to the Company.
- v. In our opinion, and according to the information and explanations given to us, the Company has not accepted any deposits or there is no amount which has been considered as deemed deposit within the meaning of sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, reporting under clause 3(v) of the Order is not applicable to the Company.
- vi. The Central Government has not specified the maintenance of cost records under sub-section (1) of section 148 of the Act, in respect of Company's products/business activity. Accordingly,

reporting under clause 3(vi) of the Order is not applicable to the Company.

- vii. (a) According to the information and explanations given to us and based on the records of the Company examined by us, the Company is regular in depositing the undisputed statutory dues, including, Goods and Service Tax, Income-tax and any other statutory dues applicable to it, though there has been a slight delay in few cases. Provident Fund, Employees State Insurance, Sales Tax, Wealth tax, Customs duty, Value Added tax are not applicable on the Company. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2022 for a period of more than six months from the date on when they become payable;
- (b) According to the information and explanations given to us and based on the records of the Company examined by us, no dues has been outstanding with respect to, Income Tax, Wealth Tax, Goods and Service Tax, Sales Tax, Customs Duty and Excise Duty or cess, as applicable to it, on account of any dispute.
- viii. According to the information and explanations given to us, no transactions were surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961) which have not been recorded in the books of accounts.
- ix. (a) According to the records of the Company examined by us and the information and explanations given to us, the Company has not defaulted in repayment of loans or other borrowings or in the payment of interest to any lender during the year.
- (b) According to the information and explanations given to us including confirmations received from banks and representation received from the management of the Company, and on the basis of our audit procedures, we report that the Company has not been declared a willful defaulter by any bank.
- (c) In our opinion and according to the information and explanations given to us, the Company has not raised any money by way of term loans during the year and there has been no utilization during the current year of the term loans obtained by the Company during any previous years. Accordingly, reporting under clause 3(ix)(c) of the Order is not applicable to the Company.
- (d) In our opinion and according to the information and explanations given to us, the Company has not used funds raised on short term basis for long term purpose during the year.
- (e) According to the information and explanations given to us and on an overall examination of the standalone Financial Statements of the Company, we report that the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.
- (f) According to the information and explanations given to us and on an overall examination of the standalone Financial Statements of the Company, we report that the Company has not raised loans during the year on the pledge of Securities held in its Subsidiary, Joint Venture or Associate Company.
- x. (a) The Company has not raised any moneys by way of initial public offer or further public offer (including debt instruments) Accordingly, clause 3(x)(a) of the Order is not applicable.
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, clause 3(x)(b) of the Order is not applicable.
- xi. (a) Based on examination of the books and records of the Company and according to the information and explanations given to us, no material fraud by the Company or on the Company has been noticed or reported during the course of the audit.
- (b) According to the information and explanations given to us, no report under sub-section (12) of Section 143 of the Act has been filed by the auditors in Form ADT-4 as prescribed under Rule 13 of the Companies (Audit and Auditors) Rules, 2014 with the Central Government.

- (c) We have taken into consideration the whistle blower complaints received by the Company during the year while determining the nature, timing and extent of our audit procedures.
- xii. According to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, clause 3(xii) of the Order is not applicable.
- xiii. In our opinion and according to the information and explanations given to us and on the basis of examination of the records of the Company, the transactions with related parties are in compliance with Section 177 and 188 of the Companies Act, 2013, where applicable, and the details of the related party transactions have been disclosed in the standalone Financial Statements as required by the applicable accounting standards.
- xiv. (a) Based on information and explanations provided to us and our audit procedures, in our opinion, the Company has an internal audit system commensurate with the size and nature of its business.
- xv. (b) We have considered the internal audit reports of the Company issued till date for the period under audit.
- xvi. In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transactions with its directors or persons connected to its directors and hence, provisions of Section 192 of the Act are not applicable to the Company.
- xvii. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, reporting under clause 3(xvi) of the Order is not applicable to the Company.
- xviii. The Company not incurred cash loss of Rs. 4.90 Millions in the current as well as Rs. 4.29 Millions the immediately preceding Financial Year.
- xix. There has been no resignation of the statutory auditors during the year. Accordingly, reporting under clause 3(xviii) of the Order is not applicable to the Company.
- xx. According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the Financial Statements, our knowledge of the plans of the Board of Directors and management and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- xxi. According to the information and explanations given to us, the Company does not fulfill the criteria as specified under section 135(1) of the Act read with the Companies (Corporate Social Responsibility Policy) Rules, 2014 and according, reporting under clause 3(xx) of the Order is not applicable to the Company.
- xxii. The reporting under clause 3(xxi) is not applicable in respect of audit of Financial Statements of the Company. Accordingly, no comment has been included in respect of said clause under this report.

For Saini Pati Shah & Co LLP

Chartered Accountants
FRN - 137904W/W100622

(Pawan Kumar Jain)
Partner
(M/N: 418772)
UDIN: 22418772AMGSML4002
Place: New Delhi
Dated: 18/05/2022

BALANCE SHEET AS AT 31ST MARCH 2022

		(₹ in million)	
	Notes No.	As at 31st March 2022	As at 31st March 2021
I. ASSETS			
(1) Non-current assets			
(a) Property, Plant and Equipment		-	-
(b) Capital work-in-progress		-	-
(c) Investment Property		-	-
(d) Goodwill on consolidation		-	-
(e) Goodwill		-	-
(f) Other Intangible assets		-	-
(g) Intangible assets under development		-	-
(h) Biological Assets other than bearer plants		-	-
(i) Financial Assets			
(i) Investments	4	13.20	13.20
(ii) Trade receivables		-	-
(iii) Loans		-	-
(iv) Others (to be specified)		-	-
(j) Deferred tax assets (net)		-	-
(k) Other non-current assets		-	-
(2) Current assets			
(a) Inventories		-	-
(b) Financial Assets		-	-
(i) Investments		-	-
(ii) Trade receivables		-	-
(iii) Cash and cash equivalents	5	0.13	0.04
(iv) Bank balances other than (iii) above		-	-
(v) Loans		-	-
(vi) Others (to be specified)		-	-
(c) Current Tax Assets (Net)		-	-
(d) Other current assets	6	0.01	0.01
Total Assets		13.34	13.25
II. EQUITY AND LIABILITIES			
EQUITY			
(a) Equity Share capital	7	90.60	90.60
(b) Other Equity	8	(120.31)	(115.41)
LIABILITIES			
(1) Non-current liabilities			
(a) Financial Liabilities			
(i) Borrowings		-	-
(ii) Trade payables		-	-
(iii) Other financial liabilities (other than those specified in item (b), to be specified)		-	-
(b) Provisions	9	0.25	0.13
(c) Deferred tax liabilities (Net)		-	-
(d) Other non-current liabilities		-	-
(2) Current liabilities			
(a) Financial Liabilities			
(i) Borrowings	10	42.64	37.74
(ii) Trade payables		-	-
(iii) Other financial liabilities (other than those specified in item (c))		-	-
(b) Other current liabilities	11	0.15	0.19
(c) Provisions		-	-
(d) Current Tax Liabilities (Net)		-	-
Total Equity and Liabilities		13.34	13.25

Accompanying notes forming part of the
Financial Statements.

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In terms of our report attached
For Saini Pati Shah & Co LLP
Chartered Accountants
FRN : 137904W/W-100622

Pawan Kumar Jain
Partner
Membership No. 418772
UDIN: 22418772AMGSML4002

Place: New Delhi
Date: 18/05/2022

For and on behalf of the Board of Directors

Vishal Rastogi
Managing Director
DIN:02780975

Suvindra Kumar
Company Secretary

Vijay Kumar Sharma
Director
DIN: 03272034

Raman Kumar Mallick
CFO

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH 2022

(₹ in million)

Particulars	Notes No.	Year ended 31st March 22	Year ended 31st March 21
I Revenue From Operations			
Other Income	12	-	0.01
Total Revenue (I)		-	0.01
II EXPENSES			
Cost of Material consumed		-	-
Purchases of Stock-in-Trade		-	-
Changes in inventories of finished goods, stock in trade work in progress		-	-
Employee benefits expense	13	3.77	3.16
Finance costs		-	-
Depreciation and amortization expenses		-	-
Other expenses	14	1.13	1.14
Total expenses (II)		4.90	4.30
III Profit before exceptional items and tax (I-II)		(4.90)	(4.29)
IV Exceptional Items		-	-
V Profit/(loss) before tax (III-IV)		(4.90)	(4.29)
VI Tax expense:		-	-
(1) Current tax		-	-
(2) Deferred tax		-	-
VII Profit (Loss) for the period from continuing operations (V-VI)		(4.90)	(4.29)
VIII Profit/(loss) from discontinued operations		-	-
IX Tax expense of discontinued operations		-	-
X Profit/(loss) from Discontinued operations (after tax) (VIII-IX)		-	-
XI Profit/(loss) for the period (VII+ X)		(4.90)	(4.29)
XII Other Comprehensive Income		-	-
A Items that will be reclassified to profit or loss			
Exchange differences on translation of foreign operations		-	-
Income tax effect		-	-
Net movement on cash flow hedges		-	-
Income tax effect		-	-
Net (loss)/gain on FVTOCI financial instruments		-	-
Income tax effect		-	-
B Items that will not be reclassified to profit or loss			
Re-measurement gains (losses) on defined benefit plans		-	-
Income tax effect		-	-
Revaluation of property, plant and equipment		-	-
Income tax effect		-	-
XIII Total Comprehensive Income for the period (XI + XII) (Comprising Profit (Loss) and Other Comprehensive Income for the period)		(4.90)	(4.29)
XIV Earnings per equity share (for continuing operation):	24		
(1) Basic		(0.54)	(0.47)
(2) Diluted		(0.54)	(0.47)
XV Earnings per equity share (for discontinued operation):			
(1) Basic		-	-
(2) Diluted		-	-
XVI Earnings per equity share (for discontinued & continuing operations)			
(1) Basic		(0.54)	(0.47)
(2) Diluted		(0.54)	(0.47)

Accompanying notes forming part of the Financial Statements.

1 to 34

For Saini Pati Shah & Co LLP
Chartered Accountants
FRN : 137904W/W-100622

For and on behalf of the Board of Directors

Pawan Kumar Jain
Partner
Membership No. 418772
UDIN: 22418772AMGSML4002

Vishal Rastogi
Managing Director
DIN:02780975

Vijay Kumar Sharma
Director
DIN:03272034

Place : New Delhi
Date : 18/05/2022

Suvindra Kumar
Company Secretary

Raman Kumar Mallick
CFO

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2022

	(₹ in million)	
	For The Year Ended 31.03.2022	For The Year Ended 31.03.2021
(A) CASH FLOW FROM OPERATING ACTIVITIES		
NET PROFIT/(LOSS) BEFORE TAX	(4.90)	(4.29)
ADJUSTMENTS FOR		
Interest and Finance Expenses	-	-
Interest Income	-	-
Pre-operative expenses written off	-	-
OPERATING (LOSS) / PROFIT BEFORE WORKING CAPITAL CHANGES	(4.90)	(4.29)
ADJUSTMENT FOR		
Increase/(Decrease) in Other Current Liabilities	(0.04)	(0.01)
Increase/(Decrease) in Current Provisions	0.12	0.07
Increase/(Decrease) in Non-Current Provisions	-	-
Decrease/(Increase) in Current Loans and Advances	-	0.12
Decrease/(Increase) in Non-Current Loans and Advances	-	-
CASH (OUTFLOW) / GENERATED FROM OPERATIONS	(4.82)	(4.11)
NET CASH USED IN OPERATING ACTIVITIES (A)	(4.82)	(4.11)
(B) CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Property, Plant & Equipment including CWIP and Capital Advances	-	-
NET CASH USED IN INVESTING ACTIVITIES (B)	-	-
(C) CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from Current Borrowings (Net)	4.90	4.13
Interest and Finance Charges Paid	-	-
NET CASH FROM FINANCING ACTIVITIES (C)	4.90	4.13
(D) NET CHANGES IN CASH & CASH EQUIVALENTS (A+B+C)	0.08	0.02
(E) CASH & CASH EQUIVALENTS - OPENING BALANCE	0.04	0.02
(F) CASH & CASH EQUIVALENTS - CLOSING BALANCE (Refer Note 11)	0.12	0.04

As per our attached report of even date
For Saini Pati Shah & Co LLP
Chartered Accountants
FRN : 137904W/W-100622

For and on behalf of the Board of Directors

Pawan Kumar Jain
Partner
Membership No. 418772
UDIN: 22418772AMGSML4002

Vishal Rastogi
Managing Director
DIN:02780975

Vijay Kumar Sharma
Director
DIN : 03272034

Place : New Delhi
Date : 18/05/2022

Suvindra Kumar
Company Secretary

Raman Kumar Mallick
CFO

SRM ENERGY LIMITED
STATEMENT OF CHANGE IN EQUITY FOR THE YEAR ENDED 31ST MARCH 2022

(Amount in Rupees, except for share data and if otherwise stated)

(a) Equity Share Capital	(₹ in million)
Balance as at April 01, 2021	90.60
Change in equity share capital during the year	-
Balance as at March 31, 2022	90.60

(b) Other Equity					
	Reserve and Surplus				Total
	Capital reserve reserve	General reserve reserve	Retained earnings Retained	Foreign currency translation reserve	
Balance as at March 31, 2021	-	-	(115.41)	-	(115.41)
Profit/(Loss) for the year	-	-	(4.90)	-	(4.90)
Other Comprehensive income for the year, net of income tax	-	-	-	-	-
Total Comprehensive income for the year	-	-	-	-	-
Payment of Dividend	-	-	-	-	-
Tax on Dividend	-	-	-	-	-
Foreign Currency Translation Reserve	-	-	-	-	-
Transfer to General Reserve	-	-	-	-	-
Balance as at March 31, 2022	-	-	(120.31)	-	(120.31)

Accompanying notes forming part of the consolidated Financial Statements.

1 to 34

In terms of our report attached
For Saini Pati Shah & Co LLP
Chartered Accountants
FRN : 137904W/W-100622

For and on behalf of the Board of Directors

Pawan Kumar Jain
Partner
Membership No. 418772
UDIN: 22418772AMGSML4002

Vishal Rastogi
Managing Director
DIN:02780975

Vijay Kumar Sharma
Director
DIN:03272034

Place : New Delhi
Date : 18/05/2021

Suvindra Kumar
Company Secretary

Raman Kumar Mallick
CFO

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022

1. Corporate Information

SRM Energy Limited ("the company") is a public company domiciled in India and incorporated under the provisions of the Companies Act, 2013 ("the 2013 Act"). The company equity shares are listed on Bombay Stock Exchange (BSE). The Company has been engaged in setting up Thermal power project in its wholly owned subsidiary. The Registered Office of the Company is situated at 21, Basant Lok Complex, Vasant Vihar, New Delhi-110057. The company parent and ultimate holding Company is Spice Energy Pvt. Ltd.

2. Significant Accounting Policies

2.1 Statement of Compliance

The financial Statements have been prepared in accordance with Indian Accounting Standard (Ind AS), under the historical cost convention on the accrual basis except for certain financial instruments that are measured at fair values, the provisions of the Companies Act, 2013 ("the Act"). The Ind AS are prepared under Section 133 of the Act read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and the relevant amendment rules issued thereafter.

2.2 Basis of preparation

The financial statements have been prepared on the historical cost convention on accrual basis except for certain financial instruments which are measured at fair value at the end of each reporting period, as explained in the accounting policies mentioned below.

Historical cost is generally based on the fair value of the consideration given in exchange of goods or services.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique.

The principal accounting policies are set out below.

All assets and liabilities have been classified as current or non-current according to the Company's operating cycle and other criteria set out in the Act. Based on the nature of products and the time between the acquisition of assets for processing and their realization in cash and cash equivalents, the Company has ascertained its operating cycle as twelve months.

2.3 Property, plant and equipment [PPE]

Property, plant and equipment are stated at cost of acquisition or construction less accumulated depreciation and accumulated impairment losses, if any.

All items of property plant and equipment have been measured at fair value at the date of transition to Ind AS. The Company have opted such fair valuation as deemed cost at the transition date i.e. April 1, 2016.

Cost of acquisition or construction is inclusive of freight, duties, relevant taxes, incidental expenses and interest on loans attributable to the acquisition of qualifying assets, up to the date of commissioning of the assets. Such cost includes the cost of replacing part of the plant and equipment and borrowing costs for qualifying assets, upto the date of commissioning of the assets

2.4 Capital Work in Progress:

Project under which assets are not yet ready for their intended use are carried at cost comprising direct cost, related incidental expenses and attributable interest.

2.5 Depreciation

Depreciation has been provided following Written Down Value Method based on life assigned to each asset in accordance with Schedule II of the Companies Act, 2013, unless stated otherwise.

2.6 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 is recognized wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the assets net selling price & value in use. In assessing value in use, the estimated future cash flows are discounted to their present value at the weighted average cost of capital.

After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.

A previously recognized impairment loss is increased or reversed depending upon changes in circumstances. However the carrying value after reversal is not increased beyond the carrying value that would have prevailed by charging usual depreciation if there was no impairment.

2.7 Borrowing costs

Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds. Borrowing cost also includes exchange differences to the extent regarded as an adjustment to the borrowing costs. Borrowing costs, allocated to and utilised for qualifying assets, pertaining to the period from commencement of activities relating to construction/development of the qualifying asset upto the date of capitalisation of such asset is added to the cost of the assets.

Interest income earned on temporary investment of specific borrowing pending expenditure on qualifying asset is deducted from the borrowing costs eligible for capitalisation. All other borrowing costs are expensed in the period in which they occur.

2.8 Leasing

A lease is classified at the inception date as a finance lease or an operating lease. A lease that transfers substantially all the risks and rewards incidental to ownership to the company is classified as a finance lease. The determination of whether an arrangement is (or contains) a lease is based on the substance of the arrangement at the inception of the lease. The arrangement is, or contains, a lease if fulfilment of the arrangement is dependent on the use of a specific asset or assets and the arrangement conveys a right to use the asset or assets, even if that right is not explicitly specified in an arrangement.

2.9 Foreign Currencies

Foreign Currency transactions are recorded at the exchange rate prevailing on the date of transaction. Foreign currency denominated asset and liabilities (monetary items) are translated into reporting currency at the exchange rates prevailing on the Balance Sheet date. Exchange difference arising on settlement of foreign currency transactions or restatement of foreign currency denominated assets and liabilities (monetary items) recognized in the Statement of Profit and Loss / Pre-operative expenses.

2.10 Employee benefits

Employee benefits such as salaries, allowances, non-monetary benefits which fall due for payment within a period of twelve months after rendering service, are capitalised if related to project else recognised in the Statement of Profit & Loss in the period in which the service is rendered.

Employee benefits under defined benefit plans, such as gratuity which fall due for payment after completion of employment, are measured by the projected unit credit method, on the basis of actuarial valuation carried out by the third party actuaries at each balance sheet date. The Company's obligations recognized in the Balance sheet represents the present value of obligations as reduced by the fair value of plan assets, where applicable.

During Current financial year, Provision for leave encashment is accounted on year to year basis and considered as short term employee benefits and are recognised as an expense at undiscounted amount in the profit and loss account for the year in which the related services are rendered.

Actuarial gains and losses are recognized immediately in the Statement of Profit & Loss.

2.11 Investments

Investments that are readily realizable & intended to be held for not more than a year are classified as current investment. All other investments are classified as long term investments. Current investments are carried at lower of cost & fair value determined on an individual investment basis. Long term investments are carried at cost. However, provision for diminution in value is made to recognize the decline other than temporary in the value of investments.

2.12 Provisions and Contingent Liabilities

Provisions

The company recognised a provision when there is a present obligation (legal or constructive) as a result of past events and it is more likely than not that an outflow of resources would be required to settle the obligation and a reliable estimate can be made. When the company expects some or all of a provision to be reimbursed, for example, under an insurance contract, the reimbursement is recognised as a separate asset, but only when the reimbursement is virtually certain. The expense relating to a provision is presented in the statement of profit and loss net of any reimbursement. If the effect of the time value of money is material, provisions are discounted using a current pretax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

Contingent liability

A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible obligation or a present obligation that the likelihood of outflow of resources is remote, no provision or disclosure is made.

2.13 Taxation

(i) Provision for Current Tax is made after taking into consideration benefits admissible under the provisions of The Income Tax Act, 1961.

(ii) Deferred tax resulting from "timing differences" between book and taxable profit is measured using the tax rates and laws that have been enacted or substantively enacted as on the balance sheet date. Deferred tax assets and deferred tax liabilities are offset, if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred tax assets and deferred tax liabilities relate to the taxes on income levied by same governing taxation laws. Deferred tax assets are recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. In situations where the company has unabsorbed depreciation or carry forward tax losses, all deferred tax assets are recognised only if there is virtual certainty supported by convincing evidence that they can be realised against future taxable profits.

(iii) At each balance sheet date the Company re-assesses unrecognised deferred tax assets. It recognizes, unrecognised deferred tax assets to the extent that it has become reasonably certain or virtually certain, as the case may be that sufficient future taxable income will be available against which such deferred tax assets can be realised. The carrying amount of deferred tax assets are reviewed at each balance sheet date. The company write-down the carrying amount of a deferred tax asset to the extent that it is no longer reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which deferred tax asset can be realised. Any such write-down is reversed to the extent that it becomes reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available.

2.14 Earnings per share

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

2.15 Cash flow statement

Cash flows are reported using the indirect method, whereby profit / (loss) after tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

3 Scheme of Arrangement :

The Board of Directors in their meeting held on October 18, 2013 had approved the effect of the orders of the Hon'ble Bombay High Court dated 3rd September 2013, (which was filed with the Registrar of Companies on 11th October 2013- the Effective date) approving the Scheme of Arrangement under Section 391 to 394 of the Companies Act, 1956 for hive off of the Cuddalore Power Division of the Company to the SRM Energy Tamilnadu Private Limited, with effect from 1st April 2012 (the "Appointed Date"). Accordingly all the assets and liabilities of the Cuddalore Power Division of the Company at book value as on 01.04.2012 along with increase or decrease thereafter were transferred to the SRM Energy Tamilnadu Private Limited.

4 Non-current Assets

Financial Assets - Investments

Trade Investments (valued at cost unless stated otherwise)

Investment in Equity Instruments of Wholly Owned Subsidiary Company

1.32 million (Previous year 1.32 million) Equity Shares in SRM Energy Tamilnadu Pvt. Ltd. of ₹ 10 each fully paid up

As at 31.03.2022 (₹ in million)	As at 31.03.2021 (₹ in million)
---------------------------------------	---------------------------------------

13.20	13.20
13.20	13.20

5 Current Assets

Cash and Cash Equivalents

Balances with Banks in Current Account

Cash in Hand

As at 31.03.2022 (₹ in million)	As at 31.03.2021 (₹ in million)
---------------------------------------	---------------------------------------

0.12	0.01
0.00	0.03
0.13	0.04

6 Other Current Assets

Unsecured Considered good

Advances recoverable in cash or in kind

Balance with Revenue Authorities

As at 31.03.2022 (₹ in million)	As at 31.03.2021 (₹ in million)
---------------------------------------	---------------------------------------

0.01	0.01
-	-
0.01	0.01

7 Equity Share Capital

Authorised Shares

Equity Shares of Rs.10/- each

As at 31.03.2022		As at 31.03.2021	
No. million	(₹ in million)	No. Million	(₹ in million)
11.30	113.00	11.30	113.00
11.30	113.00	11.30	113.00

The shareholders of the Company have given their approval for increase of Authorised Capital to ₹ 150 million pursuant a resolution passed on August 13, 2010 through postal ballot. The process with Registrar of Companies is underway to increase the same.

Issued, subscribed and paid up

Equity Shares of ₹ 10/- each fully paid up

9.06	90.60	9.06	90.60
9.06	90.60	9.06	90.60

	As at 31.03.2022		As at 31.03.2021	
	No. million	(₹ in million)	No. Million	(₹ in million)
7.1 Reconciliation of the shares outstanding at the beginning and at the end of the reporting period.				
Equity Shares				
At the beginning of the year	9.06	90.60	9.06	90.60
Issued during the year	-	-	-	-
Outstanding at the end of the year	9.06	90.60	9.06	90.60

7.2 6.45 million (Previous year 6.45 million) Equity Shares are held by the Holding Company - Spice Energy Pvt. Ltd.

	As at 31.03.2022		As at 31.03.2021	
	No. million	% holding	No. million	% holding
7.3 Details of shareholders holding more than 5% shares in the Company				
Equity Shares of Rs.10 each fully paid up held by Spice Energy Pvt. Ltd., the holding Company	6.45	71.19%	6.45	71.19%
	6.45	71.19%	6.45	71.19%

7.4 Terms / rights attached to equity shares

The Company has only one class of Equity Shares having a par value of Rs.10 per share. Each holder of Equity Shares is entitled to one vote per share. The Company declares and pays dividend in Indian rupees. The dividend, if any proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. In the event of liquidation of the Company, the holders of Equity Shares will be entitled to receive the remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of Equity Shares held by the Shareholders.

	As at 31.03.2022	As at 31.03.2021
	(₹ in million)	(₹ in million)
8 Other Equity		
Surplus/(Deficit) in the Statement of Profit and Loss		
Balance as per last Financial Statements	(115.41)	(111.12)
Loss for the Current year	(4.90)	(4.29)
Balance at the end of the year	(120.31)	(115.41)

	Non-Current		Current	
	As at 31.03.2022 (₹ in million)	As at 31.03.2021 (₹ in million)	As at 31.03.2022 (₹ in million)	As at 31.03.2021 (₹ in million)
9 Provisions				
Provision for employee benefit				
Provision for Gratuity (Unfunded)	0.25	0.13	0.00	0.00
	0.25	0.13	0.00	0.00

	As at 31.03.2022	As at 31.03.2021
	(₹ in million)	(₹ in million)
10 Financial Liabilities - Borrowings		
Loan from Related party (Refer Note 23)		
- Spice Energy Private Limited	33.03	33.03
- SRM Energy Tamilnadu Pvt. Ltd.	9.61	2.22
- Directors & Relatives	0.00	2.49
	42.64	37.74

	Year ended 31.03.2022 (₹ in million)	Year ended 31.03.2021 (₹ in million)
11 Other Current Liabilities		
Sundry Creditors for Expenses	0.10	0.16
Provision for Expenses	0.00	0.00
Other Liabilities	0.05	0.03
	0.15	0.19
	Year ended 31.03.2022 (₹ in million)	Year ended 31.03.2021 (₹ in million)
12 Other Income		
Liability No Longer Required Written Back	-	0.01
Interest on income tax refund/TDS written off recovered	-	0.01
	Year ended 31.03.2022 (₹ in million)	Year ended 31.03.2021 (₹ in million)
13 Employee Benefit expenses		
Salaries	3.56	2.94
Gratuity (refer note no. 20)	0.12	0.07
Leave Encashment	0.10	0.15
	3.77	3.16
	Year ended 31.03.2022 (₹ in million)	Year ended 31.03.2021 (₹ in million)
14 Other Expenses		
Advertisement Expenses	0.11	0.12
Auditors' Remuneration	0.17	0.18
Postage, Telephone, Telex & Courier Charges	0.00	0.00
Printing and Stationery	0.06	0.05
Legal and Professional Charges	0.20	0.20
Rates & Taxes	0.00	0.01
Annual Listing Fees	0.42	0.43
Miscellaneous Expenses	0.17	0.03
GST Input Reversed	-	0.12
	1.13	1.14
	Year ended 31.03.2022 (₹ in million)	Year ended 31.03.2021 (₹ in million)
15 Extra-ordinary Items		
Liability No Longer Required Written Back (*)	-	-
(*) Provision created of unclaimed liability of one of the employees more than 3 years engaged with the Company in early years.		

16 Ratio's

S. N.	Ratio		Numerator / denominator	31 March 2022		31 March 2021	% Change from 31 March 2021 to 31 March 2022	Explanation for change in the ratio by more than 25% as compared to the ratio of preceding year	
1	Current ratio	=	<div>Current assets</div> <div>Current liabilities</div>	<div>0.14</div> <div>42.79</div>	0.003	<div>0.05</div> <div>37.93</div>	0.001	(1.42)	NA
2	Debt - Equity ratio	=	<div>Total debt</div> <div>Shareholder's equity</div>	<div>NA</div> <div>NA</div>	NA	<div>NA</div> <div>NA</div>	NA	NA	NA
3	Debt Service Coverage ratio	=	<div>Earnings available for debt service *</div> <div>Debt service ^</div>	<div>NA</div> <div>NA</div>	NA	<div>NA</div> <div>NA</div>	NA	NA	NA
4	Return on Equity ("ROE")	=	<div>Net profits after taxes - Preference dividend</div> <div>Average shareholder's equity</div>	<div>(4.90)</div> <div>(27.26)</div>	0.180	<div>(4.29)</div> <div>(22.67)</div>	0.189	0.05	
5	Inventory Turnover Ratio	=	<div>Cost of goods sold</div> <div>Average inventory</div>	<div>NA</div> <div>NA</div>	NA	<div>NA</div> <div>NA</div>	NA	NA	NA
6	Trade receivables turnover ratio	=	<div>Net credit sales</div> <div>Average accounts receivable</div>	<div>NA</div> <div>NA</div>	NA	<div>NA</div> <div>NA</div>	NA	NA	NA
7	Trade payables turnover ratio	=	<div>Total purchases</div> <div>Average accounts payable</div>	<div>NA</div> <div>NA</div>	NA	<div>NA</div> <div>NA</div>	NA	NA	NA
8	Net capital turnover ratio	=	<div>Net sales</div> <div>Working capital</div>	<div>NA</div> <div>NA</div>	NA	<div>NA</div> <div>NA</div>	NA	NA	NA
9	Net profit ratio	=	<div>Net profit after tax</div> <div>Net sales</div>	<div>NA</div> <div>NA</div>	NA	<div>NA</div> <div>NA</div>	NA	NA	NA
10	Return on capital employed	=	<div>Earning before interest and taxes</div> <div>Capital employed #</div>	<div>(4.90)</div> <div>(29.45)</div>	0.166	<div>(4.29)</div> <div>(24.68)</div>	0.17	0.04	
11	Return on investment	=	<div>Income from Current Investment</div> <div>Average Invested Funds in Current Investment</div>	<div>NA</div> <div>NA</div>	NA	<div>NA</div> <div>NA</div>	NA	NA	NA

* Earnings available for debt service = Net profit after taxes + Non-cash operating expenses like depreciation and other amortizations + Interest.

^ Debt service = Interest and lease payments + Principal repayments

Capital employed = Tangible net worth + Total debt

17 Capital and other commitments

Estimated amount of contract remaining to be executed on capital account net of advances paid as at 31/03/2022 : Nil (Previous year: Nil)

18 Contingent Liabilities:

Disputed dues of Income tax due to non/late deposit of TDS for the assessment years 2008-09 to 2014-15: ₹ million 0.07 /- (Previous year - 0.07 million)

19 Auditors Remuneration (Refer note no 14 above)

	As at 31.03.2022 ₹ in million	As at 31.03.2021 ₹ in million
Audit Fees (including limited review)	0.17	0.18
Out of Pocket Expenses	-	-
Total	0.17	0.18

20 CIF VALUE OF IMPORTS, EXPENDITURE, REMITTANCES AND EARNINGS IN FOREIGN CURRENCY – Nil
21 DISCLOSURE OF "EMPLOYEE BENEFITS" are as follows:

Defined Benefits Plans

Gratuity

	2021-22	2020-21
Actuarial Assumptions		
Discount Rate (Per Annum)	7.23%	6.80%
Rate of increase in compensation levels (Per Annum)	5%	5%
Expected average remaining lives of the employees (in no of years)	15	15
Attrition Rate	2%	2%

	₹ in million 2021-22	₹ in million 2020-21
Particulars		
I Change in Present Value of Obligation		
Present value of defined benefits obligation as at the beginning of the year	0.18	0.06
Interest Cost	-	-
Current Service Cost	0.12	0.07
Benefits Paid	-	-
Actuarial (Gain) / loss on obligation	-	-
Present value of defined benefits obligation as at the end of the year	0.30	0.13
II Amount recognised in the Balance Sheet		
Liability at the end of the year	0.25	0.13
Fair Value of Plan Assets at the end of the year	0.00	-
Amount recognised in the Balance Sheet	0.25	0.00
III Expenses recognised in the Statement of Profit & Loss		
Current Service Cost	0.12	0.13
Past Service Cost	-	-
Interest Cost	0.00	0.00
Expected Return on Plan Assets	-	-
Net Actuarial (Gain)/Loss Recognised in the year	0.00	0.00
Total expenses recognised in the Statement of Profit & Loss	0.12	0.07

IV Balance Sheet Reconciliation

Liability at the beginning of the year	0.18	0.06
Expenses as above	0.12	0.07
Benefits Paid	0.00	0.00
Amount recognised in the Balance Sheet	0.30	0.18

V Disclosures as required under Para 120(n):

Particulars	2021-2022	2020-2021	2019-2020	2018-2019	2017-2018
Present value of defined benefit obligation	0.30	0.13	0.01	0.01	0.76
Fair Value of Plan Assets	-	-	-	-	-
Surplus / (Deficit) in the Plan	0.12	0.07	(0.01)	(0.01)	(0.76)
Experience adjustment on liability {loss/(gain)}	0.12	0.07	(0.01)	(0.01)	(0.01)

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

22 Segment Reporting :

The Company is in the process of setting up Thermal power project in its wholly owned subsidiary, which at present, constitutes its single operating segment. Therefore, there is no disclosure as per Ind AS-108 on 'Segment Reporting'.

23 Related Party Transactions as per Ind AS 24 :

A. List of Related Parties

1) Holding Company:

Spice Energy Pvt. Ltd

2) Subsidiaries:

SRM Energy Tamilnadu Pvt. Ltd. (Wholly Owned Subsidiary)

3) Key Management Personnel :

Mr. Vishal Rastogi	Managing Director
Mr. Raman Kumar Mallick	Chief Financial Officer
Mr. Suvindra Kumar	Company Secretary

4) Relatives of Key Management Personnel

M/s. Priya Gupta & Associates (Relative of Company Secretary)

B. Transactions with Related Parties

₹ in million

Particulars	Holding Company		Subsidiary		Key management personnel and their relatives	
	As at 31.03.2022	As at 31.03.2021	As at 31.03.2022	As at 31.03.2021	As at 31.03.2022	As at 31.03.*2021
Investment in Wholly Owned Subsidiary as per Scheme of Arrangement	-	-				
Loan Given	-	-	-	-	-	-
Payment received against Loan Given	-	-	-	-	-	-
Loan Taken *	-	2.46	7.39	2.22	-	2.49
Loans repaid *	-	3.04	-	-	-	-
Interest Income			-	-	-	-
Expense Paid	-	-	-	-	-	0.06
Closing Balance:						
Investment in Wholly Owned Subsidiary	-	-	13.20	13.20	-	-
Creditors for expenses	-	-	-	-	-	0.06
Loan Payable	33.03	33.03	9.61	2.22	2.49	2.49

24 Earnings Per Share (EPS):

Particulars	As at 31.03.2022	As at 31.03.2021
	₹ in million	₹ in million
Net Loss as per Statement of Profit and Loss (in ₹)	(4.90)	(4.29)
Weighted average number of equity shares (par value of ₹ 10/- each)	9.06	9.06
Earnings per share (Face value of ₹ 10/- each)- Basic and Diluted (in ₹)	(0.54)	(0.47)

25 Deferred Tax:

Deferred tax asset has not been recognized considering the principle of virtual certainty as per Ind AS 12 'Income Taxes'.

26 Disclosure in respect of Operating Leases:

(a) The Company has entered into cancellable / non-cancellable leasing agreement for office premises renewable by mutual consent on mutually agreeable terms.

(b) Future minimum lease payments under non-cancellable operating lease are as under:

(₹ in million)

Particulars	Lease Rental Debited to Statement of Profit and Loss	Future Minimum Lease Rentals		
	(Cancellable and Non cancellable)	Less Than 1 Year	Between 1 to 5 Years	More than 5 Years
Office Premises	-	0	0	0

27 In the opinion of the management, the realizable value of Current Assets, loans and Advances in the ordinary course of business would not be less than the amount at which they are stated in the Balance Sheet and provision for all known and determined liabilities are adequately made.

28 Going Concern

The Company's net worth has been significantly reduced and it has been incurring cash losses and the Subsidiary Company have infused funds by way of unsecured loan and are committed to provide necessary funding to meet the liabilities and future running expenses of the Company. Further, pursuant to approval obtained from shareholders to sale/transfer, assign, deliver or otherwise dispose off the Land for the Power plant admeasuring 215.14 acres currently in the name of its Wholly-Owned Subsidiary, the Subsidiary Company has sold its land admeasuring 159.435 acres for Rs. 403.51 Lacs till the end of current Financial Year and the sale proceeds as received is being used to partially settle the pending loan of the Subsidiary Company. As on 31st March, 2022 approx 25.89% of the land are unsold, in view of thie aforesaid the accounts have been prepared under going concern basis.

29 INFORMATION PERTAINING TO LOANS AND GUARANTEES GIVEN TO SUBSIDIARIES (INFORMATION PURSUANT TO CLAUSE 32 OF LISTING AGREEMENTS WITH STOCK EXCHANGES AND SECTION 186 OF THE COMPANIES ACT, 2013):

Loans and advances in the nature of loans to Subsidiary :

(₹ in millions)

Name of Company	Outstanding as at the beginning of the year	Given during the year	Adjusted/repaid during the year	Closing at the end of the year	maximum amount outstanding during the year	Purpose of Loan
SRM Energy Tamilnadu Pvt. Ltd.	-	-	-	-	-	-

30 Previous year figures have been regrouped and rearranged wherever necessary to make them comparable to those for the current year. Figures in bracket indicate previous year's figures.

31 The contingent liabilities pertaining to the Income Tax Department for the A.Y.2008-09 disallowing Rs.51.12 lacs w.r.t sales tax liabilities covered under the sales tax deferral scheme and for the A.Y.2013-14 disallowed Rs.8.31 lacs for the assessment u/s 143(3) have been settled under Vivad Se Vishwas Scheme. The department has issued the order on Nov 18, 2021 upon an application made under the scheme on Jan 12, 2021.

Also, demand raised by the Income Tax office Rs.0.60 lacs for the AY 2003-04, Rs.45.88 lacs for the AY 2007-08 and Rs.3.81 lacs for the AY 2009-10. In response of these demands of Rs.50.29 lacs, a suitable reply along with respective challans have been submitted by the Company to the Income Department.

- 32 As on the end of the reporting year, the WOS has sold the land admeasuring 159.435 acres for Rs. 403.51 Lacs. Out of these sale proceeds Rs. 167.45 has been utilised to settle the pending loan of the Company and the WOS and Rs. 118.18 Lacs has been spent on the statutory, administrative, legal and other expenses as per the approval obtained from the shareholders through postal ballot on April 15, 2021 and the remaining amount of Rs. 117.88 Lacs were invested in the Mutual Fund (debt fund). As on 31st March, 2022 25.89% (approx.) of the land are unsold.
- 33 India continues to grapple with Covid-19's crippling consequences not only related to health but also creating enormous economic and social problems. The devastating second wave of Covid-19 is much more severe than the first wave. There are continuous regional lockdowns that took place in the country. SEBI vide its Circular No. SEBI/HO/CFD/CMD1/CIR/P/2021/556 dated 29th April, 2021 had duly extended date for filing of financial results under Regulation 33 of SEBI (LODR), 2015 till 30th June, 2021.
- Further to note that the Company is not having any operations or activity at present, hence the Company is only restricted to activities relating to statutory compliance. Due to lack of business operations and turnover there is no considerable impact on Company revenues, liquidity position and cash flow. However, the Board is complying with all the necessary statutory and legal compliances. Management will continue to monitor any material changes to future economic conditions and the impact, if any on the Company.
- 34 Figures are rounded off to the million. '@'- represents figures less than Rs. 5,000 which have been shown at actual in brackets with @.

As per our attached report of even date
For Saini Pati Shah & Co LLP
Chartered Accountants
FRN : 137904W/W-100622

For and on behalf of the Board of Directors

Pawan Kumar Jain
Partner
Membership No. 418772
UDIN: 22418772AMGSML4002

Vishal Rastogi
Managing Director
DIN:02780975

Vijay Kumar Sharma
Director
DIN:03272034

Place : New Delhi
Date : 18/05/2022

Suvindra Kumar
Company Secretary

Raman Kumar Mallick
CFO

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF SRM ENERGY LIMITED

Report on the Consolidated Ind AS Financial Statements

Opinion

We have audited the accompanying consolidated Ind AS financial statements of **SRM Energy Limited** (hereinafter referred to as "the Holding Company") and its subsidiary SRM ENERGY TAMILNADU PRIVATE LIMITED (the Holding Company and its subsidiaries together referred to as "the Group") comprising the Consolidated Balance Sheet as at March 31, 2022, the Consolidated Statement of Profit and Loss including other comprehensive income, the Consolidated Cash Flow Statement, the Consolidated Statement of Changes in Equity, for the year then ended, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated Ind AS 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 Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India of state of affairs of the Company as at March 2022 and loss, Changes in equity 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 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 Act and the rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the code of ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Material Uncertainty Related to Going Concern

Attention of the matters is invited to note no. 30 of the notes to accounts regarding the consolidated financial statements of the Group having been prepared on a Going Concern basis, the Group's net worth has been significantly reduced and it has been incurring cash losses and the promoters/ director/ subsidiary company have infused funds by way of unsecured loan and are committed to provide necessary funding to meet the liabilities and future running expenses of the Group. Further, the Board of Directors of the SRM Energy Limited ("the Holding Company") have obtained requisite approval from shareholders to sale/transfer, assign, deliver or otherwise dispose off the Land for the Power plant admeasuring 215.14 acres currently in the name of its wholly owned subsidiary, the subsidiary Company has sold its land admeasuring 159.44 acres for Rs. 403.51 Lacs till the end of current financial year and the sale proceeds as received is being used to partially settle the pending loan. The Subsidiary company incurred a loss of Rs. 15.60 Lacs during the current financial year on sale of land. Till now approx. 26% of the lands are unsold. Considering the aforesaid facts the accounts are prepared under going concern basis.

Our opinion is not modified in respect to this matter.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated Ind AS financial statements of the current period. These matters were addressed in the context of our audit of the consolidated Ind AS financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. For each matter below, our description of how our audit addressed the matter is provided in that context.

We have determined the matters described below to be the key audit matters to be communicated in our report. We have fulfilled the responsibilities described in the Auditor's responsibilities for the audit of the consolidated Ind AS financial statements section of our report, including in relation to these matters. Accordingly, our audit included

the performance of procedures designed to respond to our assessment of the risks of material misstatement of the consolidated Ind AS financial statements. The results of our audit procedures, including the procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying consolidated Ind AS financial statements.

Key audit matters	How our audit addressed the key audit matter
Accuracy and completeness of disclosure of related party transactions and compliance with the provisions of the Companies Act 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('SEBI (LODR) 2015') (as described in note 25 of the Consolidated Ind AS financial statements)	
<p>We identified the accuracy and completeness of disclosure of related party transactions as set out in respective notes to the consolidated Ind AS financial statements as a key audit matter due to:</p> <ul style="list-style-type: none"> The significance of transactions with related parties during the year ended March 31, 2022. Related party transactions are subject to the compliance requirements under the Companies Act 2013 and SEBI (LODR) 2015. 	<p>Our procedures in relation to the disclosure of related party transactions included:</p> <ul style="list-style-type: none"> Obtaining an understanding of the Group's policies and procedures in respect of the capturing of related party transactions and how management ensures all transactions and balances with related parties have been disclosed in the consolidated Ind AS financial statements. Obtaining an understanding of the Group's policies and procedures in respect of evaluating approval process by the Board of Directors. Agreeing the amounts disclosed to underlying documentation and reading relevant agreements, on a sample basis, as part of our evaluation of the disclosure. Assessing management evaluation of compliance with the provisions of Section 177 and Section 188 of the Companies Act 2013 and SEBI (LODR) 2015. Evaluating the disclosures through reading of statutory information, books and records and other documents obtained during the course of our audit.

Information Other than the financial statements and auditors' report thereon

The Holding Company's board of directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including annexures to Board's Report, Business Responsibility Report but does not include the financial statements and our auditor's report thereon.

Our opinion on the 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 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.

Management's responsibility for the financial statements

The Holding Company's Board of Directors are responsible for the matters stated in section 134 (5) of the Act with respect to the preparation of these 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 statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

The Holding 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.

Materiality is the magnitude of misstatements in the Consolidated Financial Statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Consolidated Financial Statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Consolidated Financial Statements.

We communicate with those charged with governance 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, 2020 ("the Order") issued by the Central Government of India in terms of Section 143 (11) of the Act, 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, based on our audit we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated Ind AS financial statements.
 - (b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated Ind AS 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 (including Other Comprehensive Income), the Consolidated Cash Flow Statement and Consolidated Statement of Changes in Equity dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated Ind AS financial statements.
 - (d) In our opinion, the aforesaid Consolidated Ind AS financial statements comply with the Indian Accounting Standards prescribed under section 133 of the Act, read with rule 7 of the Companies (Accounts) Rule, 2014.
 - (e) On the basis of the written representations received from the directors of the Holding Company as on March 31, 2022 taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditors of its subsidiary company incorporated in India, none of the directors of the Group company are disqualified as on March 31, 2022 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 and the operating effectiveness of such controls, refer to our separate Report in "Annexure B", which is based on the auditors' reports of the Holding company and subsidiary company, incorporated in India. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Holding Company's and its subsidiary company's internal financial controls over financial reporting.
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
- (i) The consolidated Ind AS financial statement disclose the impact of pending litigations on the consolidated financial position of the Group-Refer Note 22 to the consolidated financial statements;
- (ii) The Group did not have any long-term contracts including derivative contracts; as such the question of commenting on any material foreseeable losses thereon does not arise; and
- (iii) There has not been an occasion in case of the Group during the year under report to transfer any sums to the Investor Education and Protection Fund. The question of delay in transferring such sums does not arise.
- (h) (a) the management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or securities premium or any other sources or kind of funds) by the holding company or its subsidiary company to or in any person(s) or entity(ies), including foreign entities ('the intermediaries'), with the understanding, whether recorded in writing or otherwise, that the intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the holding company or its subsidiary company ('the Ultimate Beneficiaries') or provide any guarantee, security or the like on behalf the Ultimate Beneficiaries;
- (b) The management has represented that, to the best of its knowledge and belief, no funds have been received by the holding company or its subsidiary from any person(s) or entity(ies), including foreign entities ('the Funding Parties'), with the understanding, whether recorded in writing or otherwise, that the holding company or its subsidiary shall, whether directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
- (c) Based on such audit procedures performed as considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the management representations under sub-clauses (a) and (b) above contain any material misstatement.
- (i) The Company has not declared or paid any dividend during the year ended 31 March 2022.

For Saini Pati Shah & Co LLP
Chartered Accountants
FRN - 137904W/W100622

(Pawan Kumar Jain)
Partner
(M/N: 418772)
UDIN: 21418772AAAABN9708
Place: New Delhi
Dated: 29/06/2022

ANNEXURE "A"

TO THE INDEPENDENT AUDITORS' REPORT

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' of our Report of even date)

In our opinion and according to the information and explanations given to us, there are no unfavorable or qualifications or adverse remarks in the Companies (Auditor's Report) Order, 2020 reports of the Holding Company and its subsidiary company incorporated in India:

Name of Company	CIN	Holding Company/ Subsidiary Company
SRM Energy Limited	L17100DL1985PLC303047	Holding Company
SRM Energy Tamilnadu Private Limited	U40105DL2008PTC280425	Subsidiary

ANNEXURE "B"

TO THE INDEPENDENT AUDITORS' REPORT

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

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

We* have audited the internal financial controls over financial reporting of **SRM ENERGY LIMITED** ("the Holding Company") and its subsidiary **SRM ENERGY TAMILNADU PRIVATE LIMITED** (the Holding Company and its Subsidiary together referred to as "the Group") as of March 31, 2022 in conjunction with our audit of the financial statements of the Group for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Group 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 or adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Group's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Group's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by 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 were established and maintained and if such controls operated effectively in all material respects.

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

Meaning of Internal Financial Controls over Financial Reporting

A Group'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 Group'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 Group; (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 Group are being made only in accordance with authorizations of management and directors of the Group; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Group'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 explanation given to us, the Group 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, 2022, based on the internal control over financial reporting criteria established by the Group 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 Saini Pati Shah & Co LLP
Chartered Accountants
FRN - 137904W/W100622

(Pawan Kumar Jain)
Partner
(M/N: 418772)
UDIN: 22418772AMGRFE3285
Place: New Delhi
Dated: 18/05/2022

CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH 2022

(₹ in million)			
	Note No.	As at March 31, 2022	As at March 31, 2021
I. ASSETS			
(1) Non-current assets			
(a) Property, Plant and Equipment	3	0.08	0.00
(b) Capital work-in-progress	4	-	-
(c) Investment Property		-	-
(d) Goodwill on consolidation		-	-
(e) Goodwill		-	-
(f) Other Intangible assets		-	-
(g) Intangible assets under development		-	-
(h) Biological Assets other than bearer plants		-	-
(i) Financial Assets			
(i) Investments		-	-
(ii) Trade receivables		-	-
(iii) Loans		-	-
(iv) Others (to be specified)		-	-
(j) Deferred tax assets (net)		-	-
(k) Other non-current assets	5	-	-
(2) Current assets			
(a) Inventories		-	-
(b) Financial Assets			
(i) Investments	6	13.80	26.57
(ii) Trade receivables		-	-
(iii) Cash and cash equivalents	7	2.05	1.39
(iv) Bank balances other than (iii) above	9	-	-
(v) Loans		-	-
(vi) Others (to be specified)		-	-
(c) Current Tax Assets (Net)		-	-
(d) Other current assets	10	6.17	6.23
(3) Assets Held For Sale	11	13.93	21.96
Total Assets		36.03	56.15
II. EQUITY AND LIABILITIES			
EQUITY			
(a) Equity Share capital	12	90.60	90.60
(b) Other Equity	13	(520.70)	(512.87)
LIABILITIES			
(1) Non-current liabilities			
(a) Financial Liabilities			
(i) Borrowings		-	-
(ii) Trade payables		-	-
(iii) Other financial liabilities (other than those specified in item (b), to be specified)		-	-
(b) Provisions	14	0.25	0.13
(c) Deferred tax liabilities (Net)		-	-
(d) Other non-current liabilities		-	-
(2) Current liabilities			
(a) Financial Liabilities			
(i) Borrowings	15	465.69	477.86
(ii) Trade payables		-	-
(iii) Other financial liabilities (other than those specified in item (c))		-	-
(b) Other current liabilities	16	0.19	0.23
(c) Provisions	14	-	0.20
(d) Current Tax Liabilities (Net)		-	-
Total Equity and Liabilities		36.03	56.15
Accompanying notes forming part of the consolidated Financial Statements.			
	1 to 39		

In terms of our report attached
For **Saini Pati Shah & Co LLP**
Chartered Accountants
FRN : 137904W/W-100622

Pawan Kumar Jain
Partner
Membership No. 418772
UDIN : 22418772AMGRFE3285

Place : New Delhi
Date : 18/05/2022

For & on Behalf of the Board of Directors

Vishal Rastogi
Managing Director
DIN:02780975

Vijay Kumar Sharma
Director
DIN:03272034

Suvindra Kumar
Company Secretary

Raman Kumar Mallick
CFO

CONSOLIDATED PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH 2022

(₹ in million)

Particulars	Note No.	For the year ended March 31,2022	For the year ended March 31,2021
I Revenue From Operations			
Other Income	17	0.78	1.22
Total Revenue (I)		0.78	1.22
II EXPENSES			
Cost of Material consumed		-	-
Purchases of Stock-in-Trade		-	-
Changes in inventories of finished goods, stock in trade work in progress		-	-
Employee benefits expense	18	4.42	3.16
Finance costs		-	-
Depreciation and amortization expenses		0.01	-
Impairment Loss		-	199.72
Other expenses	19	4.09	6.05
Total expenses (II)		8.52	208.92
III Profit before exceptional items and tax (I-II)		(7.74)	(207.70)
IV Exceptional Items		-	-
V Profit/(loss) before tax (III-IV)		(7.74)	(207.70)
VI Tax expense:		0.09	0.20
(1) Current tax		-	0.20
(2) Earlier Year Taxes		0.09	-
(2) Deferred tax		-	-
VII Profit (Loss) for the period from continuing operations (V-VI)		(7.83)	(207.90)
VIII Profit/(loss) from discontinued operations		-	-
IX Tax expense of discontinued operations		-	-
X Profit/(loss) from Discontinued operations (after tax) (VIII-IX)		-	-
XI Profit/(loss) for the period (VII+ X)		(7.83)	(207.90)
XII Other Comprehensive Income		-	-
A Items that will be reclassified to profit or loss			
Exchange differences on translation of foreign operations		-	-
Income tax effect		-	-
Net movement on cash flow hedges		-	-
Income tax effect		-	-
Net (loss)/gain on FVTOCI financial instruments		-	-
Income tax effect		-	-
B Items that will not be reclassified to profit or loss			
Re-measurement gains (losses) on defined benefit plans		-	-
Income tax effect		-	-
Revaluation of property, plant and equipment		-	-
Income tax effect		-	-
XIII Total Comprehensive Income for the period (XI + XII)		(7.83)	(207.90)
(Comprising Profit (Loss) and Other Comprehensive Income for the period)			
XIV Earnings per equity share (for continuing operation):	27		
(1) Basic		(0.86)	(22.95)
(2) Diluted		(0.86)	(22.95)
XV Earnings per equity share (for discontinued operation):			
(1) Basic		-	-
(2) Diluted		-	-
XVI Earnings per equity share (for discontinued & continuing operations)	27		
(1) Basic		(0.86)	(22.95)
(2) Diluted		(0.86)	(22.95)
Accompanying notes forming part of the consolidated Financial Statements.	1 to 39		

In terms of our report attached
For Saini Pati Shah & Co LLP
Chartered Accountants
FRN : 137904W/W-100622

For and on behalf of the Board of Directors

Pawan Kumar Jain
Partner
Membership No. 418772
UDIN : 22418772AMGRFE3285

Vishal Rastogi
Managing Director
DIN: 02780975

Vijay Kumar Sharma
Director
DIN:03272034

Place : New Delhi
Date : 18/05/2022

Suvindra Kumar
Company Secretary

Raman Kumar Mallick
CFO

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2022

	(₹ in million)	
	For the year ended March 31,2022	For the year ended March 31,2021
(A) CASH FLOW FROM OPERATING ACTIVITIES		
NET PROFIT/(LOSS) AFTER TAX	(7.83)	(207.90)
ADJUSTMENTS FOR		
Depreciation and Amortisation	0.01	199.72
Loss on sale of land	1.56	4.27
Tax Expenses	0.09	0.20
OPERATING (LOSS) / PROFIT BEFORE WORKING CAPITAL CHANGES	(6.17)	(3.71)
ADJUSTMENT FOR		
Increase/(Decrease) in Other Current Liabilities	(0.04)	(0.25)
Increase/(Decrease) in Non-Current Provisions	0.12	0.070
Decrease/(Increase) in other Current Assets	0.06	0.65
Decrease/(Increase) in Non-Current Loans and Advances	-	-
CASH (OUTFLOW) / GENERATED FROM OPERATIONS	(6.02)	(3.241)
Income Tax (Paid)/Refund	(0.29)	-
NET CASH USED IN OPERATING ACTIVITIES (A)	(6.31)	(3.24)
(B) CASH FLOW FROM INVESTING ACTIVITIES		
(Purchase) of Property, Plant and Equipment including CWIP	(0.085)	
Proceeds of Assets Held for Sale	6.47	4.57
NET CASH FLOW FROM / (USED IN) INVESTING ACTIVITIES (B)	6.39	4.57
(C) CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds / (Repayment) from Current Borrowings (Net)	(12.17)	3.99
Repayment of Short-term Borrowings		
NET CASH FROM FINANCING ACTIVITIES (C)	(12.17)	3.99
(D) NET CHANGES IN CASH & CASH EQUIVALENTS (A+B+C)	(12.09)	5.33
(E) CASH & CASH EQUIVALENTS - OPENING BALANCE	27.95	22.62
(F) CASH & CASH EQUIVALENTS - CLOSING BALANCE (Refer Note 11)	15.85	27.95

As per our attached report of even date
For Saini Pati Shah & Co LLP
Chartered Accountants
FRN : 137904W/W-100622

For and on behalf of the Board of Directors

Pawan Kumar Jain
Partner
Membership No. 418772
UDIN : 22418772AMGRFE3285

Vishal Rastogi
Managing Director
DIN:02780975

Vijay Kumar Sharma
Director
DIN:03272034

Place : New Delhi
Date : 18/05/2022

Suvindra Kumar
Company Secretary

Raman Kumar Mallick
CFO

SRM ENERGY LIMITED
CONSOLIDATED STATEMENT OF CHANGE IN EQUITY FOR THE YEAR ENDED 31ST MARCH 2022
(Amount in Rupees, except for share data and if otherwise stated)

(a) Equity Share Capital		(₹ in million)
Balance as at March 31, 2021		90.60
Change in equity share capital during the year		-
Balance as at March 31, 2022		90.60

(b) Other Equity					
	Reserve and Surplus				Total
	Capital reserve	General reserve	Retained earnings Retained	Foreign currency translation reserve	
Balance at March 31, 2021	-	-	(512.87)	-	(512.87)
Profit/(Loss) for the year	-	-	(7.83)	-	(7.83)
Other Comprehensive income for the year, net of income tax	-	-	-	-	-
Total Comprehensive income for the year	-	-	-	-	-
Payment of Dividend	-	-	-	-	-
Tax on Dividend	-	-	-	-	-
Foreign Currency Translation Reserve	-	-	-	-	-
Transfer to General Reserve	-	-	-	-	-
Balance at March 31, 2022	-	-	(520.70)	-	(520.70)

Accompanying notes forming part of the consolidated Financial Statements.

1 to 39

As per our attached report of even date
For Saini Pati Shah & Co LLP
Chartered Accountants
FRN : 137904W/W-100622

For and on behalf of the Board of Directors

Pawan Kumar Jain
Partner
Membership No. 418772
UDIN : 22418772AMGRFE3285

Vishal Rastogi
Managing Director
DIN:02780975

Vijay Kumar Sharma
Director
DIN:03272034

Place : New Delhi
Date : 18/05/2022

Suvindra Kumar
Company Secretary

Raman Kumar Mallick
CFO

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022

1. Corporate Information

SRM Energy Limited ("the Group") is a public company domiciled in India and incorporated under the provisions of the Companies Act, 2013 ("the 2013 Act"). The group's equity shares are listed on Bombay Stock Exchange(BSE). The Company has been engaged in setting up Thermal power project in its wholly owned subsidiary. The Registered Office of the group is situated at 21, Basant Lok Complex, Vasant Vihar, New Delhi-110057. The group's parent and ultimate holding Company is Spice Energy Pvt. Ltd.

2. Significant Accounting Policies

2.1 Statement of Compliance

These consolidated financial Statements are prepared in accordance with Indian Accounting Standard (Ind AS), under the historical cost convention on the accrual basis except for certain financial instruments that are measured at fair values, the provisions of the Companies Act, 2013 ('the Act'). The Ind AS are prepared under Section 133 of the Act read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and the relevant amendment rules issued thereafter.

2.2 Basis of preparation and consolidation

The consolidated financial statements have been prepared on the historical cost convention on accrual basis except for certain financial instruments which are measured at fair value at the end of each reporting period, as explained in the accounting policies mentioned below.

Historical cost is generally based on the fair value of the consideration given in exchange of goods or services.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique.

The principal accounting policies are set out below.

All assets and liabilities have been classified as current or non-current according to the Group's operating cycle and other criteria set out in the Act. Based on the nature of products and the time between the acquisition of assets for processing and their realization in cash and cash equivalents, the Group has ascertained its operating cycle as twelve months.

The consolidated financial statements incorporate the financial statements of the holding company and its subsidiaries. Control is achieved when the group:

- has power over the investee;
- is exposed, or has rights, to variable returns from its involvement with the investee; and
- has the ability to use its power to affect its returns.

All intra group assets and liabilities, equity, income, expenses, and cash flows relating to transactions between members of the Group are eliminated in full on consolidation.

Name of the consolidated entity	Country of Incorporation	Nature of Interest	% of Interest
SRM Energy Tamilnadu Pvt. Ltd. (i.e. SETPL)	India	Subsidiary	100

2.3 Property, plant and equipment [PPE]

Property, plant and equipment are stated at cost of acquisition or construction less accumulated depreciation and accumulated impairment losses, if any.

All items of property plant and equipment have been measured at fair value at the date of transition to Ind AS. The Group have opted such fair valuation as deemed cost at the transition date i.e. April 1, 2016.

Cost of acquisition or construction is inclusive of freight, duties, relevant taxes, incidental expenses and interest on loans attributable to the acquisition of qualifying assets, up to the date of commissioning of the assets. Such cost includes the cost of replacing part of the plant and equipment and borrowing costs for qualifying assets, upto the date of commissioning of the assets

2.4 Capital Work In Progress:

Project under which assets are not yet ready for their intended use are carried at cost comprising direct cost, related incidental expenses and attributable interest.

2.5 Depreciation

Depreciation has been provided following Written Down Value Method based on life assigned to each asset in accordance with Schedule II of the Companies Act, 2013, unless stated otherwise.

Depreciation is calculated on a pro rata basis except that, assets costing upto ₹ 5,000 each are fully depreciated in the year of purchase.

An item of property, plant and equipment or any significant part initially recognised of such item of property plant and equipment is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the income statement when the asset is derecognised.

2.6 Goodwill

Goodwill arising on an acquisition of a business is carried at cost as established at the date of acquisition of the business less accumulated impairment losses, if any. For the purposes of impairment testing, goodwill is allocated to each of the Group's cash-generating units (or Groups of cash-generating units) that is expected to benefit from the synergies of the combination.

2.7 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 is recognized wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the assets net selling price & value in use. In assessing value in use, the estimated future cash flows are discounted to their present value at the weighted average cost of capital.

After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.

A previously recognized impairment loss is increased or reversed depending upon changes in circumstances. However the carrying value after reversal is not increased beyond the carrying value that would have prevailed by charging usual depreciation if there was no impairment.

2.8 Borrowing costs

Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds. Borrowing cost also includes exchange differences to the extent regarded as an adjustment to the borrowing costs. Borrowing costs, allocated to and utilised for qualifying assets, pertaining to the period from

commencement of activities relating to construction/development of the qualifying asset upto the date of capitalisation of such asset is added to the cost of the assets. Interest income earned on temporary investment of specific borrowing pending expenditure

on qualifying asset is deducted from the borrowing costs eligible for capitalisation. All other borrowing costs are expensed in the period in which they occur.

2.9 Leasing

A lease is classified at the inception date as a finance lease or an operating lease. A lease that transfers substantially all the risks and rewards incidental to ownership to the group is classified as a finance lease. The determination of whether an arrangement is (or contains) a lease is based on the substance of the arrangement at the inception of the lease. The arrangement is, or contains, a lease if fulfilment of the arrangement is dependent on the use of a specific asset or assets and the arrangement conveys a right to use the asset or assets, even if that right is not explicitly specified in an arrangement.

2.10 Foreign Currencies

Foreign Currency transactions are recorded at the exchange rate prevailing on the date of transaction. Foreign currency denominated asset and liabilities (monetary items) are translated into reporting currency at the exchange rates prevailing on the Balance Sheet date. Exchange difference arising on settlement of foreign currency transactions or restatement of foreign currency denominated assets and liabilities (monetary items) recognized in the Statement of Profit and Loss / Pre-operative expenses.

2.11 Employee benefits

Employee benefits such as salaries, allowances, non-monetary benefits which fall due for payment within a period of twelve months after rendering service, are capitalised if related to project else recognised in the Statement of Profit & Loss in the period in which the service is rendered.

Employee benefits under defined benefit plans, such as gratuity which fall due for payment after completion of employment, are measured by the projected unit credit method, on the basis of actuarial valuation carried out by the third party actuaries at each balance sheet date. The Company's obligations recognized in the Balance sheet represents the present value of obligations as reduced by the fair value of plan assets, where applicable.

During Current financial year, Provision for leave encashment is accounted on year to year basis and considered as short term employee benefits and are recognised as an expense at undiscounted amount in the profit and loss account for the year in which the related services are rendered.

Actuarial gains and losses are recognized immediately in the Statement of Profit & Loss.

2.12 Investments

Investments that are readily realizable & intended to be held for not more than a year are classified as current investment. All other investments are classified as long term investments. Current investments are carried at lower of cost & fair value determined on an individual investment basis. Long term investments are carried at cost. However, provision for diminution in value is made to recognize the decline other than temporary in the value of investments.

2.13 Provisions and Contingent Liabilities

Provisions

The group recognised a provision when there is a present obligation (legal or constructive) as a result of past events and it is more likely than not that an outflow of resources would be required to settle the obligation and a reliable estimate can be made. When the group expects some or all of a provision to be reimbursed, for example, under an insurance contract, the reimbursement is

recognised as a separate asset, but only when the reimbursement is virtually certain. The expense relating to a provision is presented in the statement of profit and loss net of any reimbursement. If the effect of the time value of money is material, provisions are discounted using a current pretax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

Contingent liability

A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible obligation or a present obligation that the likelihood of outflow of resources is remote, no provision or disclosure is made.

2.14 Taxation

(i) Provision for Current Tax is made after taking into consideration benefits admissible under the provisions of The Income Tax Act, 1961.

(ii) Deferred tax resulting from "timing differences" between book and taxable profit is measured using the tax rates and laws that have been enacted or substantively enacted as on the balance sheet date. Deferred tax assets and deferred tax liabilities are offset, if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred tax assets and deferred tax liabilities relate to the taxes on income levied by same governing taxation laws. Deferred tax assets are recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. In situations where the company has unabsorbed depreciation or carry forward tax losses, all deferred tax assets are recognised only if there is virtual certainty supported by convincing evidence that they can be realised against future taxable profits.

(iii) At each balance sheet date the Company re-assesses unrecognised deferred tax assets. It recognizes, unrecognised deferred tax assets to the extent that it has become reasonably certain or virtually certain, as the case may be that sufficient future taxable income will be available against which such deferred tax assets can be realised. The carrying amount of deferred tax assets are reviewed at each balance sheet date. The company write-down the carrying amount of a deferred tax asset to the extent that it is no longer reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which deferred tax asset can be realised. Any such write-down is reversed to the extent that it becomes reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available.

2.15 Earnings per share

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

2.16 Cash flow statement

Cash flows are reported using the indirect method, whereby profit / (loss) after tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

3 Property, Plant and Equipment

₹ in million

Particulars	Land	Computer	Total	Previous year
Gross Block				
As at 01.04.2021	-	0.55	0.55	62.82
Add: Transferred as per the said Scheme	-	-	-	-
Additions during the year	-	0.09	0.09	-
Sales/(discarded) during the year	-	-	-	62.27
Less: Assets Classified as Assets held for Sale	-	-	-	-
As at 31.03.2022	-	0.63	0.63	0.55
Depreciation				
As at 01.04.2021	-	0.54	0.54	0.54
Add: Transferred as per the said Scheme	-	-	-	-
Provided during the year	-	0.01	0.01	-
Adjusted for Last Financial Year	-	-	-	-
On Sale/adjustment	-	-	-	-
As at 31.03.2022	-	0.55	0.55	0.54
Impairment Loss				
As at 01.04.2021	-	-	-	-
Charge for the year	-	-	-	-
As at 31.03.2022	-	-	-	-
Net Block				
As at 01.04.2021	-	0.00	0.00	0.00
As at 31.03.2022	-	0.08	0.08	0.00

Depreciation and Amortisation for the year
Less: Transferred to Preoperative expenses pending allocation
Depreciation & Amortisation as per Profit and Loss Account

Current year	Previous year
2021-22	2020-21
0.01	0.00
-	-
0.01	-
As on 31.03.2022 ₹ million	As on 31.03.2021 ₹ million

Transitional Depreciation (Refer Note 2.7)
Less: Transferred to Preoperative expenses pending allocation
Depreciation & Amortization as per Profit and Loss Account

-	-
-	-
-	-

4 Capital work in Progress

The Company Subsidiary (SRM Energy Tamil Nadu Private Limited) was in the process of setting up Thermal Power Projects in the State of Tamilnadu. As such the related expenses incurred during the previous years were considered as pre operative expenses pending capitalization (included under Capital Work in Progress). During the current year, pursuant to approval obtained from shareholders to sale/transfer, assign, deliver or otherwise dispose off the Land for the Power plant and part of land already sold during the Current year. Accordingly, on sale of land Capital Work in Progress amount accounted for in the books of accounts in proportionate to the CWIP to area of land sold as "Provision for impairment loss" as per Ind AS-36.

Particulars	As on 31.03.2022 (₹ in million)
Balance as at 31.03.2021	-
Less: Provision for an Impairment Loss	-
Balance as at 31.03.2022	-

5 Other non-current assets

a Capital Advances

Particulars	As on 31.03.2022 (₹ in million)	As on 31.03.2021 (₹ in million)
Doubtful	-	-
	-	-
Less : Provision for Doubtful advances	-	-
	-	-

b Other Loans & Advances
Unsecured Considered good

Deposit for Income Tax Appeal
Balance with Revenue authorities

-
-
-
-

Total (a+b)

As on 31.03.2022 (₹ in million)	As on 31.03.2021 (₹ in million)
---------------------------------------	---------------------------------------

6 Investments

SBI Mutual Funds
Gain/(Loss) on Investment

13.14
0.66

26.50
0.07

13.80 **26.57**

As on 31.03.2022 (₹ in million)	As on 31.03.2021 (₹ in million)
---------------------------------------	---------------------------------------

Current Assets
7 Cash and Cash Equivalents

Cash in Hand
Balances with Banks in Current Account

0.01
2.05

0.03
1.36

2.05 **1.39**

8 Ratio's

S. N.	Ratio		Numerator / denominator	31 March 2022		31 March 2021		% Change from 31 March 2021 to 31 March 2022	Explanation for change in the ratio by more than 25% as compared to the ratio of preceding year
1	Current ratio	=	Current assets Current liabilities	22.017 465.88	0.047	34.19047 478.29	0.071	0.34	NA
2	Debt - Equity ratio	=	Total debt Shareholder's equity	NA NA	NA	NA NA	NA	NA	NA
3	Debt Service Coverage ratio	=	Earnings available for debt service * Debt service ^	NA NA	NA	NA NA	NA	NA	NA
4	Return on Equity ("ROE")	=	Net profits after taxes - Preference dividend Average shareholder's equity	(7.74) (426.19)	0.018	(207.70) (318.32)	0.652	0.97	
5	Inventory Turnover Ratio	=	Cost of goods sold Average inventory	NA NA	NA	NA NA	NA	NA	NA
6	Trade receivables turnover ratio	=	Net credit sales Average accounts receivable	NA NA	NA	NA NA	NA	NA	NA

S. N.	Ratio		Numerator / denominator	31 March 2022		31 March 2021		% Change from 31 March 2021 to 31 March 2022	Explanation for change in the ratio by more than 25% as compared to the ratio of preceding year
7	Trade payables turnover ratio	=	Total purchases Average accounts payable	NA NA	NA	NA NA	NA	NA	NA
8	Net capital turnover ratio	=	Net sales Working capital	NA NA	NA	NA NA	NA	NA	NA
9	Net profit ratio	=	Net profit after tax Net sales	NA NA	NA	NA NA	NA	NA	NA
10	Return on capital employed	=	Earning before interest and taxes Capital employed #	(7.74) (429.85)	0.018	(207.70) (422.13)	0.492	0.96	
11	Return on investment	=	Income from Current Investment Average Invested Funds in Current Investment	0.78 20.18	0.04	0.98 13.28	0.07	0.48	NA

* Earnings available for debt service = Net profit after taxes + Non-cash operating expenses like depreciation and other amortizations + Interest.

^ Debt service = Interest and lease payments + Principal repayments

Capital employed = Tangible net worth + Total debt

9 Bank Balance other than Cash and Cash Equivalents

Balances with Banks in Fixed Deposit Account

As on 31.03.2022 (₹ in million)	As on 31.03.2021 (₹ in million)
---------------------------------------	---------------------------------------

0.00	0.00
------	------

0.00	0.00
-------------	-------------

10 Other Current Assets

a Capital Advances

Doubtful

6.01	6.01
------	------

6.01	6.01
-------------	-------------

Less : Provision for Doubtful advances

-	-
---	---

6.01	6.01
-------------	-------------

b Other Loans & Advances

Unsecured Considered good

Deposit for Income Tax Appeal

-	0.06
---	------

Advance recoverable in cash or kind

0.01	0.01
------	------

Balance with Revenue authorities`

0.15	0.15
------	------

Other Receivables

-	-
---	---

0.16	0.22
-------------	-------------

Total (a+b)

6.17	6.23
-------------	-------------

11 Assets held for Sale

Value as on 01.04.2020

Add: Assets Classified as Assets held for sale during the year

Less: Assets Sold/ Discarded during the year

Less: Provision for Impairment Loss

Value as on 31.03.2021

As on 31.03.2022 (₹ in million)	As on 31.03.2021 (₹ in million)
-	-
21.96	62.27
8.03	8.89
-	31.42
13.93	21.96

12 Equity Share Capital

Authorised Shares

Equity Shares of ₹ 10/- each

Issued, subscribed and paid up

Equity Shares of ₹ 10/- each fully paid up

As on 31.03.2022		As on 31.03.2021	
No. million	(₹ in million)	No. million	(₹ in million)
11.30	113.00	11.30	113.00
11.30	113.00	11.30	113.00
9.06	90.60	9.06	90.60
9.06	90.60	9.06	90.60

12.1 Reconciliation of the shares outstanding at the beginning and at the end of the reporting period

Equity Shares

At the beginning of the year

Issued during the year

Outstanding at the end of the year

9.06	90.60	9.06	90.60
-	-	-	-
9.06	90.60	9.06	90.60

12.2 6.45 million (Previous year 6.45 million) Equity Shares are held by the Holding Company - Spice Energy Pvt. Ltd.

12.3 Details of share holders holding more than 5% shares in the Company

Equity Shares of ₹ 10 each fully paid up held by Spice Energy Pvt. Ltd., the holding Company

As on 31.03.2022		As on 31.03.2021	
No. million	% holding	No. million	% holding
6.45	71.19%	6.45	71.19%
6.45	71.19%	6.45	71.19%

12.4 Terms/ Rights attached to equity share

The Company has only one class of equity shares having a par value of ₹ 10 per share. Each holder of equity shares is entitled to one vote per share. The Company declares and pays dividend in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. In the event of liquidation of the Company, the holders of Equity Shares will be entitled to receive the remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of Equity Shares held by the Shareholders.

13 Other Equity

Retained earnings

Surplus/(Deficit) in the Statement of Profit and Loss

Balance as per last Financial Statements

(Loss) for the Current Year

Balance at the end of the year

As on 31.03.2022 (₹ in million)	As on 31.03.2021 (₹ in million)
(512.87)	(304.97)
(7.83)	(207.90)
(520.70)	(512.87)

14 Provisions

Provision for employee benefit

Provision for Gratuity (Refer Note no.22)
Provision for Leave Encashment
Provisions for Expenses
Provision for Income Tax

Non-current		Current	
As on 31.03.2022 (₹ in million)	As on 31.03.2021 (₹ in million)	As on 31.03.2022 (₹ in million)	As on 31.03.2021 (₹ in million)
0.26	0.13	-	-
-	-	-	0.00
-	-	-	-0.00
-	-	-	0.20
0.26	0.13	0.00	0.20

15 Borrowings

Current

(Unsecured & repayable on demand)

Loan from Related party (Refer Note 23)

- Inter Corporate Deposit from related party
- Loan From Directors and Relatives of Director
- Spice Energy Private Limited

As on 31.03.2022 (₹ in million)	As on 31.03.2021 (₹ in million)
-	0.70
432.66	444.13
33.03	33.03
465.69	477.86

16 Other Current Liabilities

Sundry Creditors for Expenses
Other Liabilities

0.14	0.20
0.06	0.03
0.19	0.23

17 Other Income

Liability No Longer Required Written Back
Interest on income tax refund/TDS written off recovered
Interest on Fixed deposit
Gain/(Loss) on Investment

For the year ended March 31,2022 (₹ in million)	For the year ended March 31,2021 (₹ in million)
-	0.23
-	0.01
-	0.92
0.78	0.07
0.78	1.22

18 Employee Benefit expenses

Salaries
Gratuity (refer note no. 18)
Leave Encashment

4.18	2.94
0.13	0.07
0.11	0.15
4.42	3.16

19 Other Expenses

Advertisement Expenses
Auditors' Remuneration
Brokerage Expenses
Postage, Telephone, Telex & Courier Charges
Printing and Stationery Expenses
Bank Charges
Legal and Professional Charges
Rates & Taxes
Travelling & Conveyance Expenses
Annual Listing Fees
Miscellaneous Expenses
Loss on sale of land
Sundry Balance W/off

0.11	0.12
0.21	0.22
0.13	0.18
0.00	0.00
0.06	0.05
0.00	0.00
0.44	0.37
0.01	0.01
1.01	0.24
0.42	0.43
0.14	0.03
1.56	4.27
-	0.12
4.09	6.05

20 Extra-ordinary Items

Liability No Longer Required Written Back(*)

For the year ended March 31,2022 (₹ in million)	For the year ended March 31,2021 (₹ in million)
-	0.23
-	0.23

(*) Provision created of unclaimed liability of one of the employees more than 3 years engaged with the Company in early years.

21 Capital and other commitments

- i) Estimated amount of contract remaining to be executed on capital account net of advances paid as at 31/03/2020 : Nil and as at 31/03/2019 : Nil
- ii) For commitment relating to lease arrangements, please Refer Note 21 below.

22 Contingent Liabilities:

Disputed dues of Income tax due to non/late deposit of TDS for the assessment years 2008-09 to 2014-15: ₹ 0.07 million/- (Previous year - 0.02 million) have been settled under Vivad Se Vivad Scheme.

23 Disclosure of "Employee Benefits" are as follows:

Defined Benefits Plans

Gratuity

Actuarial Assumptions

	2021-22	2020-21
Discount Rate (Per Annum)	6.84%	6.84%
Rate of increase in compensation levels	5%	5%
Expected average remaining lives of the employees (in no of years)	15	15
Attrition	2%	2%

Particulars

Change in Present Value of Obligation

	(₹ in million) 2021-22	(₹ in million) 2020-21
I Present value of defined benefits obligation as at the beginning of the year	0.06	0.01
Net Liability/Asset transferred out		
Interest Cost		
Current Service Cost	0.13	0.05
Benefits Paid	-	-
Actuarial (Gain) / loss on obligation		
Present value of defined benefits obligation as at the end of the year	0.19	0.06
II Amount recognised in the Balance Sheet		
Liability at the end of the year	0.19	0.06
Fair Value of Plan Assets at the end of the year		
Amount recognised in the Balance Sheet	0.19	0.06
III Expenses recognised in the Pre-operative Expenses / Statement of Profit and Loss		
Current Service Cost	0.13	0.05
Past Service Cost	-	-
Interest Cost	-	-
Expected Return on Plan Assets		
Net Actuarial (Gain)/Loss Recognised in the year	-	-
Total expenses recognised in the Preoperative Expenses / Statement of Profit and Loss	0.13	0.05
IV Balance Sheet Reconciliation		
Liability at the beginning of the year	0.06	0.01
Net Liability/Asset transferred out	-	-
Expenses as above(Refer Point III)	0.13	0.05
Employers' Contribution		
Amount recognised in the Balance Sheet	0.19	0.06

V Disclosures required under Para 120(n)

Particulars	2021-22	2020-21	2019-20	2018-19	2017-18
Present Value of defined benefit obligation	0.13	0.06	0.01	0.01	0.84
Fair Value of plan Asset	-	-	-	-	-
Surplus / (Deficit) in the Plan	0.05	0.05	(0.01)	(0.01)	(0.84)
Experience adjustment on liability {loss/(gain)}	0.05	0.05	(0.01)	(0.01)	(0.14)

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

24 Segment Reporting :

The Group is in the process of setting up Power Project, constitutes single operating segment. Therefore, there is no disclosure requirement as per Ind AS 108 on 'Segment Reporting'.

25 Related Party Transactions as per Ind AS 24
A List of Related Parties
1) Holding Company:

Spice Energy Pvt. Ltd.

2) Enterprises over which key management personnel and relatives of such personnel exercise significant influence

Sovinchem Industries LLP

3) Key Management Personnel :

Mr. Vishal Rastogi	Managing Director
Mr. Raman Kumar Mallick	Chief Financial Officer
Mr. Suvindra Kumar	Company Secretary
M/s Priya Gupta & Associates	Relative of Company Secretary

4) Relatives of Key Management Personnel

Mr. Gagan Rastogi (Relative of Mr. Vishal Rastogi)

B. Transactions with Related Parties

(₹ in million)

Particulars	Holding Company		Key Management Personnel and Relatives of Key Management Personnel*		Enterprise in which key management personnel and their relatives exercise significant influence	
	2021-22	2020-21	2021-22	2020-21	2021-22	2020-21
Loans Repaid	-	3.46	11.48	-	0.70	0.30
Loans Taken	-	-	-	7.76	-	-
Closing Balance:						
Loan Payable	33.02	33.02	432.66	444.14	-	0.70

* Loan taken includes Loan taken from Mr. Vishal Rastogi amounting to Rs. 7.76 Millions and Loan payable includes Loan payable to Mr. Gagan Rastogi amounting to Rs. 432.66 Millions (432.66 Millions) and Mr. Vishal Rastogi amounting to Rs. 11.48Millions (Rs. 3.72Million)

26 Disclosure in respect of Operating Leases:

(a) The Company has entered into cancellable / non-cancellable leasing agreement for office premises renewable by mutual consent on mutually agreeable terms.

(b) Future minimum lease payments under non-cancellable operating lease are as under:

(₹ in million)

Particulars	Lease Rental Debited to Statement of Profit and Loss / pre-operative expenses (Cancellable and Non cancellable)	Future Minimum Lease Rentals		
		Less Than 1 Year	Between 1 to 5 Years	More than 5 Years
Office Premises	-	0.00	-	-

Total lease payments recognised in Statement of Profit and loss / pre operative expenses during the year was Nil (Previous Year ₹ 0.10 million)

27 Earnings Per Share (EPS):

Particulars	For the year ended (₹ in million)	For the year ended (₹ in million)
Net Loss as per Statement of Profit and Loss (in ₹)	(7.83)	(207.90)
Weighted average number of equity shares (par value of ₹10/- each)	9.06	9.06
Earnings per share (Face value of ₹ 10/- each)- Basic and Diluted (in ₹)	(0.86)	(22.95)

28 Deferred Tax:

Deferred tax Asset has not been recognized considering the principle of virtual certainty as per Ind AS 12 'Income Taxes'.

29 Discontinuing Operations :

Pursuant to the resolution passed at the meeting of Board of Directors of SRM Energy limited (Holding Company) held on March 09, 2015 to sale/ dispose off the Power Plant of its subsidiary viz. SRM Energy Tamilnadu Private Limited, subject to the necessary approvals from the shareholders and other statutory authorities, the following disclosures are being made as per the Ind AS 105 Non-Current Assets held for sale and Discontinued Operations.

1) SRM Energy Tamilnadu Private Limited (the Company), Wholly Owned Subsidiary of SRM Energy Limited, is a private Company domiciled in India and incorporated under the provisions of the Companies Act, 1956. The Company is in the process of setting up of the Thermal Power Project of 3 X 660 MW i.e. 1980 MW capacity in Tamilnadu. The said power project is still in Pre-operative stage and no expenses have been charged to Statement of Profit and Loss.

2) As the Company, at present, is operating in single segment viz. setting up of Thermal power project, only as per Ind AS-108 on 'Segment Reporting', the disclosure as required by Ind AS-108, Segment Reporting is not applicable;

3) At the meeting of Board of Directors of SRM Energy limited (Holding Company) held on March 09, 2015, resolution has been passed to sale/ dispose off the Power Plant of its Subsidiary viz. SRM Energy Tamilnadu Private Limited, subject to the necessary approvals from the shareholders and other statutory authorities.

4) Since, the Company is yet to find the proposed buyer, it is not possible to determine the date or period in which discontinuance is expected to be completed.

5) Since the Company is in pre-operative stage, there was no revenue or profit attributable to the ordinary activities carried on by the Company. The expenses and losses, incurred during the year are not being charged to the Profit and Loss account and the same are being considered under Capital Work-in-progress for pending allocation.

6) The amounts of net cash flows attributable to the operating, investing and financing activities of the discontinuing operation during the current financial reporting period are Rs. (5.83) millions, Rs. 29.30 millions and Rs. (0.94) millions respectively.

30 Going Concern

The Group's net worth has been significantly reduced and it has been incurring cash losses and the Subsidiary Company has infused funds by way of unsecured loan and is committed to provide necessary funding to meet the liabilities and future running expenses of the Group. Further, the Board of Directors of the SRM Energy Limited ("the Holding Company") have obtained requisite approval from the shareholders to sale/transfer, assign, deliver or otherwise dispose off the Land for the Power plant admeasuring 215.14 acres currently in the name of its wholly owned Subsidiary, the Subsidiary Company sold its land admeasuring 159.435 acres for Rs. 403.51 Lacs till the end of current Financial Year and the sale proceeds as received is being used to partially settle the pending loan of the Subsidiary Company.

As on 31st March, 2022 approx 25.89% of the land are unsold, in view of this aforesaid the accounts have been prepared under going concern basis.

- 31 Pursuant to first proviso to sub-section (3) of section 129 of the Companies Act, 2013, read with rule 5 of Companies (Accounts) Rules, 2014, Salient features of the Financial Statements of its Subsidiary (**In Form AOC-1**) are as follows:-

Name of the Subsidiary	SRM Energy Tamilnadu Pvt. Ltd
Particulars	₹ in million
Date Since when Subsidiary was acquired	18/10/2013
Reporting Period for the subsidiary concerned, if different from the holding Company's reporting period	N.A.
Reporting currency and Exchange rate as on the last date of the relevant Financial Year in the case of foreign subsidiaries	N.A.
Equity Share Capital	13.20
Other Equity	(400.41)
Total Assets	85.61
Total Liabilities	440.54
Investment	-
Turnover	0.48
Profit/(Loss) before Taxation	(337.12)
Provision for Taxation	-
Profit/(Loss) after Taxation	(337.12)
Proposed Dividend	-
% of Shareholding	100%

Notes:

1) Name of the subsidiaries which are yet to commence operations: SRM Energy Tamilnadu Private Limited

2) Names of the Subsidiaries which have been liquidated or sold during the year: **N.A.**

- 32 **Particulars of Derivative Instruments as at March 31, 2022:**

- i) No derivative instruments are acquired for hedging purposes.
ii) No derivative instruments are acquired for speculation purposes
iii) Foreign currency exposures that are not hedged by derivative instruments or otherwise are :
- Capital advance of USD 0.10 million (previous year USD 0.10 million)

- 33 Based on the information available with the Company, both the balances due to Micro & Small Enterprises as defined under the MSMED Act, 2006 and interest paid /payable during the year under the terms of said act under the terms of MSMED Act are Nil (previous year nil). The auditors have relied upon in respect of this matter.

- 34 In the opinion of the management, the realizable value of Current Assets, loans and Advances in the ordinary course of business would not be less than the amount at which they are stated in the Balance Sheet and provision for all known and determined liabilities are adequately made.

- 35 Additional Information, as required under Schedule III to the Companies Act, 2013, of enterprises consolidated as Subsidiary/ Associates/ Joint Ventures.

Name of the Company	Net Assets i.e. total assets minus total liabilities		Share in Profit / (Loss)	
	As % of consolidated net assets	Amount (₹ in Millions)	As % of consolidated profit and loss	Amount (₹ in Millions)
Parent				
SRM Energy Limited	8%	-33.88	92%	(3.62)
Subsidiary (Indian)				
SRM Energy Tamilnadu Pvt. Ltd.	83%	(354.93)	-88%	(337.12)
Adjustments arising out of consolidation		(41.29)		332.91
Consolidated Net Assets/ Profit after Tax		(430.10)		(7.83)

- 36 Previous year figures have been regrouped and rearranged wherever necessary. to make them comparable to those for the current year. Figures in bracket indicate previous year's figures.

- 37 During the year the liabilities relating to the leave encashment has been calculated and fully paid up. Further no provisions has been created for the same as the leave encashment policy has been abolished, effective from 01st April, 2018.

- 37 The contingent liabilities pertaining to the Income Tax Department for the A.Y.2008-09 disallowing Rs.51.12 lacs w.r.t sales tax liabilities covered under the sales tax deferral scheme and for the A.Y.2013-14 disallowed Rs.8.31 lacs for the assessment u/s 143(3) have been settled under Vivad Se Vishwas Scheme. The department has issued the order on Nov 18, 2021 upon an application made under the scheme on Jan 12, 2021

Also, demand raised by the Income Tax office Rs.0.60 lacs for the AY 2003-04, Rs.45.88 lacs for the AY 2007-08 and Rs.3.81 lacs for the AY 2009-10. In response of these demands of Rs.50.29 lacs, a suitable reply along with respective challans have been submitted by the Company to the Income Department.

- 38 The Wholly Owned Subsidiary had obtained approval of Shareholders on 16th May, 2019 to sale/ transfer, assign, deliver or otherwise dispose-off the Land for the Power plant admeasuring 215.140 acres towards using the sale proceeds to settle partially the loan extended to it. Later, in order to meet with the circumstances, the WOS had arranged to alter the aforesaid shareholders' approval by passing a special resolution on 06th May, 2021 towards incorporating the provisions of repayment of the loan, meeting the future expenses and settling the exiting liability of the Company and the holding Company as on that date over and above the existing arrangements in the previous shareholders' approval. As on the end of the reporting year, the WOS has sold the land admeasuring 159.435 acres for Rs. 403.51 Lacs. Out of these sale proceeds Rs. 167.45 has been utilised to settle the pending loan of the Company and the WOS and Rs. 118.18 Lacs has been spent on the statutory, administrative, legal and other expenses of the Company and the Subsidiary Company and the remaining amount of Rs. 117.88 Lacs were invested in the Mutual Fund (debt fund). As on 31st March, 2022 approx 25.89% of the land are unsold

- 39 Figures are rounded off to the million. '@' - represents figures less than Rs. 5,000 which have been shown at actual in brackets with @.

As per our attached report of even date

For Saini Pati Shah & Co LLP

Chartered Accountants

FRN : 137904W/W-100622

For and on behalf of the Board of Directors

Pawan Kumar Jain

Partner

Membership No. 418772

UDIN :

22418772AMGRFE3285

Vishal Rastogi

Managing Director

DIN:02780975

Vijay Kumar Sharma

Director

DIN:03272034

Place : New Delhi

Date : 18/05/2022

Suvindra Kumar

Company Secretary

Raman Kumar Mallick

CFO

SHAREHOLDER'S INSTRUCTIONS FOR E-VOTING

The instructions for shareholders voting electronically are as under:

- (i) The voting period begins on September 25, 2022 at 09:00 A.M. and ends on September 27, 2022 at 05:00 P.M. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of September 21, 2022, may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter. Members holding shares in physical or in demat form as on cut-off date, i.e., September 21, 2022 shall only be eligible for e-voting.
- (ii) Shareholders who have already voted through e-voting prior to the meeting date would not be entitled to vote through physical mode at the meeting venue.
- (iii) Pursuant to SEBI Circular No. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated 09.12.2020, under Regulation 44 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, listed entities are required to provide remote e-voting facility to its shareholders, in respect of all shareholders' resolutions. However, it has been observed that the participation by the public non-institutional shareholders/retail shareholders is at a negligible level.

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

Step 1 : Access through Depositories CDSL/NSDL e-Voting system in case of individual shareholders holding shares in demat mode.

- (iv) In terms of SEBI circular no. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated 09.12.2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

Pursuant to abovesaid SEBI Circular, Login method for e-Voting for Individual shareholders holding securities in Demat mode CDSL/NSDL is given below:

Type of shareholders	Login Method
Individual Shareholders holding securities in Demat mode with CDSL	<ol style="list-style-type: none"> Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are https://web.cdslindia.com/myeasi/home/login or visit www.cdslindia.com and click on Login icon and select New System Myeasi. After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by the Company. On clicking the evoting option, the user will be able to see e-Voting page of the e-Voting service provider for casting their vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service Providers i.e. CDSL/NSDL/KARVY/LINKINTIME, so that the user can visit the e-Voting service providers' website directly. If the user is not registered for Easi/Easiest, option to register is available at: https://web.cdslindia.com/myeasi/Registration/EasiRegistration Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN from a e-Voting link available on www.cdslindia.com home page or click on https://evoting.cdslindia.com/Evoting/EvotingLogin. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the evoting is in progress and also able to directly access the system of all e-Voting Service Providers.
Individual Shareholders holding securities in demat mode with NSDL	<ol style="list-style-type: none"> If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: https://eservices.nsdl.com either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on Company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nsdl.com. Select "Register Online for IDeAS" Portal or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number held with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.
Individual Shareholders (holding securities in demat mode) login through their Depository Participants	You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.

Important note: Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned website.

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

Login type	Helpdesk details
Individual Shareholders holding securities in Demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at 1800 22 55 33
Individual Shareholders holding securities in Demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at toll free no.: 1800 1020 990 and 1800 22 44 30

Step 2 : Access through CDSL e-Voting system in case of shareholders holding shares in **physical mode** and **non-individual shareholders in demat mode**.

(v) Login method for e-Voting for **Physical shareholders and shareholders other than individual holding in Demat form**.

- 1) The shareholders should log on to the e-voting website www.evotingindia.com.
- 2) Click on "Shareholders" module.
- 3) Now enter your User ID
 - a. For CDSL: 16 digits beneficiary ID,
 - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 - c. Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.
- 4) Next enter the Image Verification as displayed and Click on Login.
- 5) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier e-voting of any company, then your existing password is to be used.
- 6) If you are a first-time user follow the steps given below:

	For Physical shareholders and other than individual shareholders holding shares in Demat.
PAN	<p>Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders)</p> <ul style="list-style-type: none"> Shareholders who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number sent by Company/RTA or contact Company/RTA.
Dividend Bank Details OR Date of Birth (DOB)	<p>Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login.</p> <ul style="list-style-type: none"> If both the details are not recorded with the depository or company, please enter the member id / folio number in the Dividend Bank details field.

- (vi) After entering these details appropriately, click on "SUBMIT" tab.
- (vii) Shareholders holding shares in physical form will then directly reach the Company selection screen. However, shareholders

holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.

- (viii) For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (ix) Click on the EVSN for the relevant <Company Name> on which you choose to vote.
- (x) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (xi) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
- (xii) After selecting the resolution, you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- (xiii) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- (xiv) You can also take a print of the votes cast by clicking on "Click here to print" option on the Voting page.
- (xv) If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- (xvi) **Additional Facility for Non – Individual Shareholders and Custodians –For Remote Voting only.**

- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to www.evotingindia.com and register themselves in the "Corporates" module.
- A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
- After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
- The list of accounts linked in the login should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
- A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- Alternatively Non Individual shareholders are required to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer at e-mail id at satish@forecoreprofessionals.com and to the Company at the email address viz: cs@srmenergy.in, if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

PROCESS FOR THOSE SHAREHOLDERS WHOSE EMAIL/MOBILE NO. ARE NOT REGISTERED WITH THE COMPANY/DEPOSITORIES.

1. For Physical shareholders- please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email at admin@mcsregistrars.com with a copy marked at cs@srmenenergy.in.
 2. For Demat shareholders -, Please update your email id & mobile no. with your respective Depository Participant (DP).
 3. For Individual Demat shareholders – Please update your email id & mobile no. with your respective Depository Participant (DP) which is mandatory while e-Voting & joining virtual meetings through Depository.
- (xvii) Any person, who acquires shares of the Company and become Member of the Company after dispatch of the Notice and holding shares as on the cut-off date i.e. September 21, 2022 may follow the same instructions as mentioned above for e-Voting.
- (xviii) In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at www.evotingindia.com, under help section or write an email to helpdesk.evoting@cdslindia.com. or contact 1800 22 55 33.

All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Manager, (CDSL) Central Depository Services (India) Limited, A Wing, 25th Floor, Marathon Futurex, Mafatla Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to helpdesk.evoting@cdslindia.com or call on 1800 22 55 33.

Other Information:

- Pursuant to Section 108 and corresponding Rules of Companies Act, 2013, the Company will provide e-voting facility to the members. All business to be transacted at the annual general meeting can be transacted through the electronic voting system.
- The notice of Annual General Meeting and Annual Report will be sent to the members by electronic mode only whose names appear in the register of members/ depositories as at the closing hours of business, on Friday, August 26, 2022.
- The Voting rights of shareholders shall be in proportion to their shares of the paid-up equity share capital of the Company.
- Mr. Satish Kumar Nirankar of M/s S.K. Nirankar & Associates has been appointed as Scrutinizer to scrutinize the e-voting process and also the voting done through Physical ballot at the AGM venue and for conducting the same in a fair and transparent manner.
- Notice of the meeting is also displayed at www.srmenenergy.in.
- Scrutinizer shall, after scrutinizing the votes cast at the AGM and through Remote E-voting, not later than 2 (two) days from the conclusion of the AGM submit a consolidated Scrutinizer's report to the Chairman. The Result of the voting will be announced by the Chairman of the meeting on or after the 35th AGM to be held on September 28, 2022 and will be communicated to the Stock Exchange and placed on the website of the Company, i.e., www.srmenenergy.in.

**PROXY FORM****SRM ENERGY LIMITED**

CIN: L17100DL1985PLC303047

Regd. off: 21, Basant Lok Complex, Vasant Vihar, New Delhi- 110057

Phone: +91 (11) 41403205

Email: info@srmenergy.in & cs@srmenergy.in, Web: www.srmenergy.in**PROXY FORM: MGT-11**

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

Name of the member (s):

Registered address:

E-mail Id:

Folio No/ Client Id:

DP ID:

I/We, being the member (s) of SRM Energy Limited shares holding _____ equity shares, hereby appoint :

1. Name : _____ Address: _____
E-mail: _____ Signature: _____, or failing him
2. Name : _____ Address: _____
E-mail: _____ Signature: _____, or failing him
3. Name : _____ Address: _____
E-mail: _____ Signature: _____

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 35th Annual General Meeting of the Company, to be held on Wednesday the 28th day of September, 2022 at Federation of Indian Export Organisations, Niryat Bhawan, Rao Tula Ram Marg, OPP. Army Hospital Research and Referral, New Delhi-110057 at 11:00 A.M. and at any adjournment thereof in respect of such resolutions as are indicated below:

Ordinary Business:

1. To consider and adopt the Audited Standalone and Consolidated Financial Statements of the Company for the Financial Year ended March 31, 2022, the Auditor's Report and the Board's Report thereon.
2. To appoint a Director in place of Mr. Vijay Kumar Sharma (DIN: 03272034), who retires by rotation and being eligible, offers himself for reappointment.

Special Business:

3. To Regularize the appointment of Mr. Parshant Chohan (DIN: 09577754) as Non-Executive and Independent Director of the Company.

Signed this _____ day of _____ 20 _____

Signature of shareholder _____ Signature of Proxy holder(s) _____

Affix
Revenue
Stamp

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

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**SRM ENERGY LIMITED**

CIN: L17100DL1985PLC303047

Regd. off: 21, Basant Lok Complex, Vasant Vihar, New Delhi- 110057

Phone: +91 (11) 41403205

Email: info@srmenergy.in & cs@srmenergy.in, Web: www.srmenergy.in**ATTENDANCE SLIP****ANNUAL GENERAL MEETING
PLEASE COMPLETE THIS ATTENDANCE SLIP AND HAND IT OVER AT THE ENTRANCE OF THE HALL**

I/We hereby record my/our presence at the 35th Annual General Meeting of the Company to be held on Wednesday, September 28, 2022 at Federation of Indian Export Organisations, Niryat Bhawan, Rao Tula Ram Marg, OPP. Army Hospital Research and Referral, New Delhi-110057 at 11:00 A.M.

Name(s) of the Shareholder(s) or Proxy (in Block Letters)	No. of Shares held	Registered Folio/Client ID No./DP ID No.

I certify that I am a member/proxy/ authorized representative for the member of the Company.

**NO GIFTS/SNACKS WILL BE
PROVIDED AT THE MEETING**

Signature/s of the Shareholder/s or Proxy

(To be signed at the time of handing over the slip)

NOTES

This image shows a full page of blank handwriting practice paper. It features approximately 28 evenly spaced horizontal blue lines across the entire page, providing a guide for letter height and placement. The lines are consistent in color and thickness throughout.

ROUTE MAP OF THE AGM VENUE

