

LGf SERVICES LIMITED
19TH ANNUAL REPORT 2022-23



Board of Directors

Paramesh Krishnaier

M. Ramaswamy

G. Sundararajan

Bankers

State Bank of India

ICICI Bank Limited

Auditors

M/s. Brahmayya & Co., Chennai

Chartered Accountants

Registered Office

21, Pattulos Road,

Chennai – 600 002

CIN: U67190TN2004PLC052384

LGF SERVICES LIMITED

A wholly owned subsidiary of



SUNDARAM FINANCE LIMITED

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Board's Report

Your Directors present the Nineteenth Annual Report and Audited Accounts for the financial year ended 31st March 2023.

FINANCIAL RESULTS

(₹ in Lakhs)

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Revenue for Operations	-	0.11
Other Income	8.14	19.99
Total Revenue	8.14	20.10
Total Expenditure	3.57	4.37
Tax Expense	1.15	4.02
Profit after tax	3.42	11.71
Dividend	7.50	12.50
Balance carried over	5.45	14.53

BUSINESS REVIEW

During the year, the profit after tax for the year was at ₹3.42 lakhs as against ₹11.71 lakhs in the previous year.

DIVIDEND

Your directors are happy to recommend a dividend of ₹3/- per share (30% on the face value of ₹10/-) for the financial year 2022-23 on the paid-up capital of ₹25.00 lakhs, as against ₹5/- per share (50% on the face value of ₹10/-) in the previous year. The dividend absorbs a sum of ₹ 7.5 lakhs.

DIRECTORS

Mr. Paramesh Krishnaier, Director, retires by rotation and being eligible offers himself for re-election. Necessary resolution is submitted for your approval.

NUMBER OF MEETINGS OF THE BOARD

During the year under review, 4 meetings of the Board of Directors were held.

DIRECTORS' RESPONSIBILITY STATEMENT

Your directors confirm that:

1. In the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
2. The Company has selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit of the company for that period;
3. Proper and sufficient care has been exercised 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;

4. The annual accounts have been prepared on a going concern basis; and
5. Proper systems have been devised to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS

The Company has invested its surplus in Mutual Funds during the year. The balances of other investments at the end of the financial year under review amounted to ₹218.84 Lakhs (PY ₹227.28 Lakhs) The Company has not given any loans or provided any guarantees.

RELATED PARTY TRANSACTIONS

During the year, the Company has, entered into materially significant transaction with related parties. All transactions, entered into by the Company with the related parties were in the ordinary course of business and on an arm's length basis. Form AOC-2 as required under Section 134 (3) (h) of the Companies Act 2013, read with Rule 8(2) of the Companies (Accounts Rules) 2014, is attached as part of this report vide Annexure A.

EXTRACT OF ANNUAL RETURN

As required under Section 92(3) of the Companies Act, 2013 and Rule 12 (1) of the Companies (Management and Administration) Rules, 2014, an extract of the Annual Return in Form MGT 7 as on 31st March 2023, is enclosed vide Annexure B.

DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS

During the year under review, no significant and material orders were passed by the regulators, courts, or tribunals against the Company, impacting its going concern status or its future operations.

MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY WHICH HAVE OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR OF THE COMPANY AND THE DATE OF THE REPORT

No such transaction has occurred between the end of the financial year and the date of the report.

INFORMATION AS PER SECTION 134(3)(m) OF THE COMPANIES ACT, 2013 READ WITH RULE 8 OF THE COMPANIES (ACCOUNTS), RULES, 2014

Your Company has no activity relating to conservation of energy or technology absorption. Your Company did not have any foreign exchange earnings or outgo during the year.

DEPOSITS

Your Company has not accepted any public deposit during the period under review.

AUDITORS

M/s. Brahmaya & Co, Chartered Accountants, Chennai, retire and are eligible for reappointment. A certificate from the Auditors that they satisfy the conditions prescribed under the Companies Act, 2013 and the Rules made thereunder (including satisfaction of criteria under Section 141 of the Companies Act, 2013), has been received from them.

ACKNOWLEDGEMENT

Your Directors thank the holding company, Sundaram Finance Ltd for its support.

G Sundararajan
Director

Paramesh Krishnaier
Director

M. Ramaswamy
Director

Chennai 600 002
Date: 15th May 2023

Form No. AOC-2

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

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in Sub-Section (1) of Section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto

1. Details of contracts or arrangements or transactions not at arm's length basis

All transactions entered into by the Company during the year with related parties were on an arm's length basis.

2. Details of material contracts or arrangement or transactions at arm's length basis: **NIL**

- (a) Name(s) of the related party and nature of relationship:
- (b) Nature of contracts/arrangements/transactions:
- (c) Duration of the contracts / arrangements/transactions:
- (d) Salient terms of the contracts or arrangements or transactions including the value, if any:
- (e) Date(s) of approval of Board, if any:
- (f) Amount paid as advances, if any:

G Sundararajan
Director

Paramesh Krishnaier
Director

M. Ramaswamy
Director

Chennai 600 002
Date: 15th May 2023

FORM NO. MGT-7

[Pursuant to sub-Section(1) of section 92 of the Companies Act, 2013 and sub-rule (1) of rule 11of the Companies (Management and Administration) Rules, 2014]



Annual Return (other than OPCs and Small Companies)

Form language English Hindi

Refer the instruction kit for filing the form.

I. REGISTRATION AND OTHER DETAILS

(i) * Corporate Identification Number (CIN) of the company

U67190TN2004PLC052384

Pre-fill

Global Location Number (GLN) of the company

* Permanent Account Number (PAN) of the company

AAACL9555A

(ii) (a) Name of the company

LGF SERVICES LIMITED

(b) Registered office address

21, PATULLOS ROAD
CHENNAI
Chennai
Tamil Nadu
600002



(c) *e-mail ID of the company

pnsrik@sundaramfinance.in

(d) *Telephone number with STD code

04428881207

(e) Website

(iii) Date of Incorporation

23/01/2004

(iv)	Type of the Company	Category of the Company	Sub-category of the Company
	Public Company	Company limited by shares	Indian Non-Government company

(v) Whether company is having share capital

Yes No

(vi) *Whether shares listed on recognized Stock Exchange(s)

Yes No

(b) CIN of the Registrar and Transfer Agent

Pre-fill

Name of the Registrar and Transfer Agent

Registered office address of the Registrar and Transfer Agents

(vii) *Financial year From date (DD/MM/YYYY) To date (DD/MM/YYYY)(viii) *Whether Annual general meeting (AGM) held Yes No(a) If yes, date of AGM (b) Due date of AGM (c) Whether any extension for AGM granted Yes No**II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY***Number of business activities

S.No	Main Activity group code	Description of Main Activity group	Business Activity Code	Description of Business Activity	% of turnover of the company
1	K	Financial and insurance Service	K3	Life/Non-life Insurance and Reinsurance activities	100

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES (INCLUDING JOINT VENTURES)*No. of Companies for which information is to be given

S.No	Name of the company	CIN / FCRN	Holding/ Subsidiary/Associate/ Joint Venture	% of shares held
1	SUNDARAM FINANCE LIMITED	L65191TN1954PLC002429	Holding	100

IV. SHARE CAPITAL, DEBENTURES AND OTHER SECURITIES OF THE COMPANY**(i) *SHARE CAPITAL**

(a) Equity share capital

Particulars	Authorised capital	Issued capital	Subscribed capital	Paid up capital
Total number of equity shares	250,000	250,000	250,000	250,000
Total amount of equity shares (in Rupees)	2,500,000	2,500,000	2,500,000	2,500,000

Number of classes

Class of Shares	Authorised capital	Issued capital	Subscribed capital	Paid up capital
Equity				
Number of equity shares	250,000	250,000	250,000	250,000
Nominal value per share (in rupees)	10	10	10	10
Total amount of equity shares (in rupees)	2,500,000	2,500,000	2,500,000	2,500,000

(b) Preference share capital

Particulars	Authorised capital	Issued capital	Subscribed capital	Paid-up capital
Total number of preference shares	0	0	0	0
Total amount of preference shares (in rupees)	0	0	0	0

Number of classes

0

Class of shares	Authorised capital	Issued capital	Subscribed capital	Paid up capital
Number of preference shares				
Nominal value per share (in rupees)				
Total amount of preference shares (in rupees)				

(c) Unclassified share capital

Particulars	Authorised Capital
Total amount of unclassified shares	0

(d) Break-up of paid-up share capital

Class of shares	Number of shares			Total nominal amount	Total Paid-up amount	Total premium
	Physical	DEMAT	Total			
Equity shares						
At the beginning of the year	250,000	0	250,000	2,500,000	2,500,000	
Increase during the year	0	0	0	0	0	0
i. Public Issues	0	0	0	0	0	0
ii. Rights issue	0	0	0	0	0	0
iii. Bonus issue	0	0	0	0	0	0
iv. Private Placement/ Preferential allotment	0	0	0	0	0	0

v. ESOPs	0	0	0	0	0	0
vi. Sweat equity shares allotted	0	0	0	0	0	0
vii. Conversion of Preference share	0	0	0	0	0	0
viii. Conversion of Debentures	0	0	0	0	0	0
ix. GDRs/ADRs	0	0	0	0	0	0
x. Others, specify <input type="text"/>						
Decrease during the year	0	0	0	0	0	0
i. Buy-back of shares	0	0	0	0	0	0
ii. Shares forfeited	0	0	0	0	0	0
iii. Reduction of share capital	0	0	0	0	0	0
iv. Others, specify <input type="text"/>						
At the end of the year	250,000	0	250000	2,500,000	2,500,000	
Preference shares						
At the beginning of the year	0	0	0	0	0	
Increase during the year	0	0	0	0	0	0
i. Issues of shares	0	0	0	0	0	0
ii. Re-issue of forfeited shares	0	0	0	0	0	0
iii. Others, specify <input type="text"/>						
Decrease during the year	0	0	0	0	0	0
i. Redemption of shares	0	0	0	0	0	0
ii. Shares forfeited	0	0	0	0	0	0
iii. Reduction of share capital	0	0	0	0	0	0
iv. Others, specify <input type="text"/>						
At the end of the year	0	0	0	0	0	

ISIN of the equity shares of the company

(ii) Details of stock split/consolidation during the year (for each class of shares)

0

Class of shares		(i)	(ii)	(iii)
Before split / Consolidation	Number of shares			
	Face value per share			
After split / Consolidation	Number of shares			
	Face value per share			

(iii) Details of shares/Debentures Transfers since closure date of last financial year (or in the case of the first return at any time since the incorporation of the company) *

Nil

[Details being provided in a CD/Digital Media]

Yes No Not Applicable

Separate sheet attached for details of transfers

Yes No

Note: In case list of transfer exceeds 10, option for submission as a separate sheet attachment or submission in a CD/Digital Media may be shown.

Date of the previous annual general meeting		<input type="text"/>	
Date of registration of transfer (Date Month Year)		<input type="text"/>	
Type of transfer	<input type="text"/>	1 - Equity, 2- Preference Shares,3 - Debentures, 4 - Stock	
Number of Shares/ Debentures/ Units Transferred	<input type="text"/>	Amount per Share/ Debenture/Unit (in Rs.)	<input type="text"/>
Ledger Folio of Transferor		<input type="text"/>	
Transferor's Name	<input type="text"/>	<input type="text"/>	<input type="text"/>
	Surname	middle name	first name
Ledger Folio of Transferee		<input type="text"/>	

Transferee's Name	<input type="text"/>	<input type="text"/>	<input type="text"/>
	Surname	middle name	first name

Date of registration of transfer (Date Month Year)	<input type="text"/>
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Type of transfer	<input type="text"/>	1 - Equity, 2- Preference Shares,3 - Debentures, 4 - Stock
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Number of Shares/ Debentures/ Units Transferred	<input type="text"/>	Amount per Share/ Debenture/Unit (in Rs.)	<input type="text"/>
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Ledger Folio of Transferor	<input type="text"/>
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Transferor's Name	<input type="text"/>	<input type="text"/>	<input type="text"/>
	Surname	middle name	first name

Ledger Folio of Transferee	<input type="text"/>
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Transferee's Name	<input type="text"/>	<input type="text"/>	<input type="text"/>
	Surname	middle name	first name

(iv) *Debentures (Outstanding as at the end of financial year)

Particulars	Number of units	Nominal value per unit	Total value
Non-convertible debentures	0	0	0
Partly convertible debentures	0	0	0
Fully convertible debentures	0	0	0
Total			0

Details of debentures

Class of debentures	Outstanding as at the beginning of the year	Increase during the year	Decrease during the year	Outstanding as at the end of the year
Non-convertible debentures	0	0	0	0
Partly convertible debentures	0	0	0	0
Fully convertible debentures	0	0	0	0

(v) Securities (other than shares and debentures)

0

Type of Securities	Number of Securities	Nominal Value of each Unit	Total Nominal Value	Paid up Value of each Unit	Total Paid up Value
Total					

V. *Turnover and net worth of the company (as defined in the Companies Act, 2013)

(i) Turnover

814,367

(ii) Net worth of the Company

34,794,567

VI. (a) *SHARE HOLDING PATTERN - Promoters

S. No.	Category	Equity		Preference	
		Number of shares	Percentage	Number of shares	Percentage
1.	Individual/Hindu Undivided Family				
	(i) Indian	0	0	0	
	(ii) Non-resident Indian (NRI)	0	0	0	
	(iii) Foreign national (other than NRI)	0	0	0	
2.	Government				
	(i) Central Government	0	0	0	
	(ii) State Government	0	0	0	
	(iii) Government companies	0	0	0	
3.	Insurance companies	0	0	0	
4.	Banks	0	0	0	
5.	Financial institutions	0	0	0	

6.	Foreign institutional investors	0	0	0	
7.	Mutual funds	0	0	0	
8.	Venture capital	0	0	0	
9.	Body corporate (not mentioned above)	250,000	100	0	
10.	Others	0	0	0	
	Total	250,000	100	0	0

Total number of shareholders (promoters)

7

(b) *SHARE HOLDING PATTERN - Public/Other than promoters

S. No.	Category	Equity		Preference	
		Number of shares	Percentage	Number of shares	Percentage
1.	Individual/Hindu Undivided Family				
	(i) Indian	0	0	0	
	(ii) Non-resident Indian (NRI)	0	0	0	
	(iii) Foreign national (other than NRI)	0	0	0	
2.	Government				
	(i) Central Government	0	0	0	
	(ii) State Government	0	0	0	
	(iii) Government companies	0	0	0	
3.	Insurance companies	0	0	0	
4.	Banks	0	0	0	
5.	Financial institutions	0	0	0	
6.	Foreign institutional investors	0	0	0	
7.	Mutual funds	0	0	0	
8.	Venture capital	0	0	0	
9.	Body corporate (not mentioned above)	0	0	0	
10.	Others	0	0	0	

	Total	0	0	0	0
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Total number of shareholders (other than promoters)

0

**Total number of shareholders (Promoters+Public/
Other than promoters)**

7

**VII. *NUMBER OF PROMOTERS, MEMBERS, DEBENTURE HOLDERS
(Details, Promoters, Members (other than promoters), Debenture holders)**

Details	At the beginning of the year	At the end of the year
Promoters	7	7
Members (other than promoters)	0	0
Debenture holders	0	0

VIII. DETAILS OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

(A) *Composition of Board of Directors

Category	Number of directors at the beginning of the year		Number of directors at the end of the year		Percentage of shares held by directors as at the end of year	
	Executive	Non-executive	Executive	Non-executive	Executive	Non-executive
A. Promoter	0	0	0	0	0	0
B. Non-Promoter	0	3	0	3	0	0
(i) Non-Independent	0	3	0	3	0	0
(ii) Independent	0	0	0	0	0	0
C. Nominee Directors representing	0	0	0	0	0	0
(i) Banks & FIs	0	0	0	0	0	0
(ii) Investing institutions	0	0	0	0	0	0
(iii) Government	0	0	0	0	0	0
(iv) Small share holders	0	0	0	0	0	0
(v) Others	0	0	0	0	0	0
Total	0	3	0	3	0	0

Number of Directors and Key managerial personnel (who is not director) as on the financial year end date

3

(B) (i) *Details of directors and Key managerial personnel as on the closure of financial year

Name	DIN/PAN	Designation	Number of equity share(s) held	Date of cessation (after closure of financial year : If any)
GOPALAKRISHNAN SURESH	00019747	Director	0	
MAHADEVAN RAMASWAMY	01006516	Director	1	
PARAMESH KRISHNAIAH	01019587	Director	0	

(ii) Particulars of change in director(s) and Key managerial personnel during the year

0

Name	DIN/PAN	Designation at the beginning / during the financial year	Date of appointment/ change in designation/ cessation	Nature of change (Appointment/ Change in designation/ Cessation)

IX. MEETINGS OF MEMBERS/CLASS OF MEMBERS/BOARD/COMMITTEES OF THE BOARD OF DIRECTORS**A. MEMBERS/CLASS /REQUISITIONED/NCLT/COURT CONVENED MEETINGS**

Number of meetings held

1

Type of meeting	Date of meeting	Total Number of Members entitled to attend meeting	Attendance	
			Number of members attended	% of total shareholding
AGM	24/06/2022	7	7	100

B. BOARD MEETINGS

*Number of meetings held

4

S. No.	Date of meeting	Total Number of directors associated as on the date of meeting	Attendance	
			Number of directors attended	% of attendance
1	19/05/2022	3	3	100
2	02/08/2022	3	3	100
3	02/11/2022	3	3	100
4	31/01/2023	3	3	100

C. COMMITTEE MEETINGS

Number of meetings held

0

S. No.	Type of meeting	Date of meeting	Total Number of Members as on the date of the meeting	Attendance	
				Number of members attended	% of attendance
1					

D. *ATTENDANCE OF DIRECTORS

S. No.	Name of the director	Board Meetings			Committee Meetings			Whether attended AGM held on
		Number of Meetings which director was entitled to attend	Number of Meetings attended	% of attendance	Number of Meetings which director was entitled to attend	Number of Meetings attended	% of attendance	
1	GOPALAKRIS	4	4	100	0	0	0	
2	MAHADEVAN	4	4	100	0	0	0	
3	PARAMESH K	4	4	100	0	0	0	

X. *REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

Nil

Number of Managing Director, Whole-time Directors and/or Manager whose remuneration details to be entered

S. No.	Name	Designation	Gross Salary	Commission	Stock Option/Sweat equity	Others	Total Amount
1							0
	Total						

Number of CEO, CFO and Company secretary whose remuneration details to be entered

S. No.	Name	Designation	Gross Salary	Commission	Stock Option/Sweat equity	Others	Total Amount
1							0
	Total						

Number of other directors whose remuneration details to be entered

S. No.	Name	Designation	Gross Salary	Commission	Stock Option/Sweat equity	Others	Total Amount
1							0
	Total						

XI. MATTERS RELATED TO CERTIFICATION OF COMPLIANCES AND DISCLOSURES

* A. Whether the company has made compliances and disclosures in respect of applicable provisions of the Companies Act, 2013 during the year Yes No

B. If No, give reasons/observations

XII. PENALTY AND PUNISHMENT - DETAILS THEREOF

(A) DETAILS OF PENALTIES / PUNISHMENT IMPOSED ON COMPANY/DIRECTORS /OFFICERS Nil

Name of the company/ directors/ officers	Name of the court/ concerned Authority	Date of Order	Name of the Act and section under which penalised / punished	Details of penalty/ punishment	Details of appeal (if any) including present status

(B) DETAILS OF COMPOUNDING OF OFFENCES Nil

Name of the company/ directors/ officers	Name of the court/ concerned Authority	Date of Order	Name of the Act and section under which offence committed	Particulars of offence	Amount of compounding (in Rupees)

XIII. Whether complete list of shareholders, debenture holders has been enclosed as an attachment

Yes No

XIV. COMPLIANCE OF SUB-SECTION (2) OF SECTION 92, IN CASE OF LISTED COMPANIES

In case of a listed company or a company having paid up share capital of Ten Crore rupees or more or turnover of Fifty Crore rupees or more, details of company secretary in whole time practice certifying the annual return in Form MGT-8.

Name

Whether associate or fellow

Associate Fellow

Certificate of practice number

I/We certify that:

(a) The return states the facts, as they stood on the date of the closure of the financial year aforesaid correctly and adequately.

(b) Unless otherwise expressly stated to the contrary elsewhere in this Return, the Company has complied with all the provisions of the Act during the financial year.

Declaration

I am Authorised by the Board of Directors of the company vide resolution no. ... dated

(DD/MM/YYYY) to sign this form and declare that all the requirements of the Companies Act, 2013 and the rules made thereunder in respect of the subject matter of this form and matters incidental thereto have been complied with. I further declare that:

1. Whatever is stated in this form and in the attachments thereto is true, correct and complete and no information material to the subject matter of this form has been suppressed or concealed and is as per the original records maintained by the company.
2. All the required attachments have been completely and legibly attached to this form.

Note: Attention is also drawn to the provisions of Section 447, section 448 and 449 of the Companies Act, 2013 which provide for punishment for fraud, punishment for false statement and punishment for false evidence respectively.

To be digitally signed by

Director

DIN of the director

To be digitally signed by

- Company Secretary
 Company secretary in practice

Membership number

Certificate of practice number

Attachments

1. List of share holders, debenture holders
2. Approval letter for extension of AGM;
3. Copy of MGT-8;
4. Optional Attachment(s), if any

List of attachments

This eForm has been taken on file maintained by the Registrar of Companies through electronic mode and on the basis of statement of correctness given by the company

INDEPENDENT AUDITOR'S REPORT

To the Members of **LGF Services Limited**

Report on the Audit of the Standalone Financial Statements

1. Opinion

We have audited the Ind AS financial statements of **LGF Services Limited** (“the Company”), which comprise the Balance Sheet as at 31st March 2023, and the statement of Profit and Loss, statement of changes in Equity and statement of Cash Flows for the year then ended, and notes to the Ind AS Financial Statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS Financial Statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2023, and Profit, changes in Equity and its Cash Flows for the year ended on that date.

2. Basis for Opinion

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

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

The Company's Board of Directors are 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 and Shareholder's Information but does not include the Ind AS financial statements and our auditor's report thereon.

Our opinion on the Ind AS Financial Statements does not cover the other information and we do not express any form of assurance or conclusion thereon.

In connection with our audit of the Ind AS Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Ind AS Financial Statements or our knowledge obtained in the 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.

4. Responsibility of Management for Standalone Financial Statements

The Company's Board of Directors are responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Ind AS Financial Statements that give a true and fair view of the financial position, financial performance, changes in equity 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 Ind AS Financial Statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the company's financial reporting process.

5. Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the Ind AS 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 Ind AS Financial Statements.

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

- a) Identify and assess the risks of material misstatement of the Ind AS 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 controls.

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- b) Obtain an understanding of internal controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
 - c) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
 - d) Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the 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.
 - e) Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

6. Report on Other Legal and Regulatory Requirements

- i) As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the "**Annexure A**" to this report a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

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- ii) As required by Section 143(3) of the Act, we report that:
- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - e) On the basis of the written representations received from the directors as on 31st March, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2023 from being appointed as a director in terms of Section 164 (2) of the Act.
 - f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in “**Annexure B**”.
 - g) With respect to the other matters to be included in the Auditor’s Report in accordance with the requirements of section 197(16) of the Act, as amended:
In our opinion and to the best of our information and according to the explanations given to us, this clause is not applicable, as the company has not incurred any expenditure towards managerial remuneration.
 - h) With respect to the other matters to be included in the Auditor’s Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - (i) The Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note 16.12 to the financial statements.
 - (ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses
 - (iii) There are no amounts which are required to be transferred, to the Investor Education and Protection Fund by the Company.
 - (iv) a) The management has represented to us that, to the best of their knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from share premium or any other

sources or kind of funds) by the company to or in any other persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries

- b) The management has represented to us that, to the best of their knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the company from any persons or entities, including foreign entities ("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 that the we have considered reasonable and appropriate in the circumstances, nothing has come to their notice that has caused them to believe that the representations under sub-clause (a) and (b) as specified above contain any material mis-statements.
- (v) As stated in Note 16.5 to the standalone financial statements
- a) The final dividend proposed in the previous year, declared and paid by the Company during the year is in accordance with Section 123 of the Act.
- b) The Board of Directors of the Company have proposed final dividend for the year which is subject to the approval of the members at the ensuing Annual General Meeting. The amount of dividend proposed is in accordance with section 123 of the Act.
- (vi) Proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 for maintaining books of account using accounting software which has a feature of recording audit trail (edit log) facility is applicable to the Company with effect from April 1, 2023, and accordingly, reporting under Rule 11(g) of Companies (Audit and Auditors) Rules, 2014 is not applicable for the financial year ended March 31, 2023.

Place: Chennai
Date: 15th May 2023

For Brahmayya & Co.
Chartered Accountants
Firm Regn. No.000511S

L. Ravi Sankar
Partner
Membership No. 025929
UDIN:23025929BGYJXS8175

Annexure - A" to the Auditors' Report**Referred to in Paragraph 6 of Our Report of Even Date**

- i. The Company does not have any Property, Plant and Equipment and intangible assets and hence, reporting under clause 3(i)(a) to (d) of the Order is not applicable
 - e) No proceedings have been initiated during the year or are pending against the Company as at March 31, 2023 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
- ii. a) The Company does not have any inventory and hence reporting under clause 3(ii)(a) of the Order is not applicable.
 - b) The Company has not been sanctioned working capital limits in excess of Rs.5 crore, in aggregate, at any points of time during the year, from banks or financial institutions on the basis of security of current assets and hence reporting under clause 3(ii)(b) of the Order is not applicable.
- iii. Based on our examination of records and according to the information and explanations given to us, during the year the company has not made any investments in, 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. hence reporting under clause 3(iii) (a) to (f) of the Order is not applicable.
- iv. In our opinion and according to the information and explanations given to us, the company has not granted any loan to its directors and has not made any investment, provided any guarantee or security as envisaged in section 185 and 186 of the Companies Act, 2013 respectively. hence reporting under clause 3(iv) of the Order is not applicable.
- v. Based on our examination of records and according to the information and explanations given to us, the Company has not accepted any deposits or amounts which are deemed to be deposits within the meaning of sections 73 to 76 of the Companies Act and the relevant rules made thereunder. Hence, reporting under clause 3(v) of the Order is not applicable.
- vi. The maintenance of cost records has not been specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013 for the business activities carried out by the Company. Hence, reporting under clause (vi) of the Order is not applicable to the Company.
- vii. a) The Company is regular in depositing undisputed statutory dues, including Goods and Services tax, Income Tax, Cess and other statutory dues applicable to it with the appropriate authorities. According to the information and explanations given to us, there were no undisputed amounts payable in respect of these statutory dues outstanding as at

March 31, 2023 for a period of more than six months from the date they became payable

- b) Details of statutory dues referred to in sub-clause (a) above which have not been deposited as on March 31, 2023 on account of disputes are given below:

Nature of Dues	Amount (Rs.)	Period to which the amount relates	Forum where the dispute is pending
Income Tax	Rs. 7,58,040/-	Assessment Year 2011-12	CIT (A)

viii. Based on our examination of records and according to the information and explanation given to us, the company has not surrendered or disclosed any transaction, previously unrecorded in the books of account, in the tax assessments under the Income Tax Act, 1961, as income during the year. Accordingly, reporting under clause 3(viii) of the order does not arise.

ix. a) Based on our examination of the records of the Company and according to the information and explanations give to us and, the Company has not availed any loans or other borrowings from any lender during the year. Accordingly, reporting under clause 3(ix)(a) of the order does not arise.

b) According to the information and explanations given to us, the company has not been declared wilful defaulter by any bank or financial institution or government or any government authority. Accordingly, reporting under

clause 3(ix)(b) of the order does not arise.

c) In our opinion and according to the information and explanations given to us, the Company has not taken any term loans during the year. Accordingly, reporting under clause 3(ix)(c) of the order does not arise.

d) Based on our examination of records of the company and according to the information and explanations given to us, the Company did not raise any funds during the year. Accordingly, reporting under clause 3(ix)(d) of the order does not arise.

e) Based on our examination of records of the company and according to the information and explanations given to us, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries or associate companies. Accordingly, reporting under clause 3(ix)(e) of the order does not arise.

f) According to the information and explanations given to us, the company has not raised loans during the year on the pledge of securities held in its subsidiary companies. Accordingly, reporting under clause 3(ix)(f) of the order does not arise.

x. a) In our opinion and according to the information and explanations given to us, the Company has neither raised during the year any money by way of initial public offer or further public offer (including

- debt instruments). Accordingly, reporting under clause 3(x)(a) of the order does not arise.
- b) In our opinion and according to the information and explanations given to us, the Company has not made any preferential allotment or private placement of shares/ fully or partly or optionally convertible debentures during the year. Accordingly, reporting under clause 3(x)(b) of the order does not arise.
- xi. a) To the best of our knowledge and belief and according to the information and explanations given to us, no fraud by the Company or no fraud on the Company has been noticed or reported during the course of our audit.
- b) During the year, no report under sub-section (12) of section 143 of the Companies Act, 2013 has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- c) According to the information and explanations given to us, there are no whistle blower complaints received by the company during the year.
- xii. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi company as per provisions of the Companies Act, 2013. Accordingly, reporting under clause 3(xii)(a),(b),(c) of the Order does not arise.
- xiii. According to the information and explanations given to us and based on our examination of the records of the Company, all transactions with the related parties are in compliance with sections 177 and 188 of the Companies Act where applicable and details of such transactions have been disclosed in the Ind AS financial statements as required by the applicable accounting standards.
- xiv. In our opinion and based on examination of records of the company, the company does not have an internal audit system and is not required to have an internal audit system as per provisions of the Companies Act 2013.
- xv. According to the information and explanations given to us and based on our examination of the records of the Company during the year, the Company has not entered into non-cash transactions with directors or persons connected with its directors and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the company. Accordingly, reporting under clause 3(xv) of the order does not arise.
- xvi. a) In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause 3(xvi)(a), (b) and (c) of the Order is not applicable.
- b) Based on the information and explanations given to us and the audit procedures performed by us, we report that the Group has one exempted Core Investment Company.

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- xvii. Based on our examination of the records and according to the information and explanation given to us, the Company has not incurred cash losses during the financial year and in the immediately preceding financial year.
- xviii. There has been no resignation of the statutory auditors of the Company during the year. Accordingly reporting under clause 3(xviii) of the order does not arise.
- xix. On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is 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.
- xx. In our opinion and based on the examination of the records, the company is not required to spent any amount towards Corporate Social Responsibility (CSR), as the company has not exceeded the threshold limits specified in Section 135 of the said Act. Accordingly, reporting under clause 3(xx)(a) and (b) of the Order is not applicable for the year.

For Brahmayya & Co.
Chartered Accountant
Firm Regn. No.0005115

Place: Chennai
Date: 15th May 2023

L. Ravi Sankar
Partner
Membership No. 025929
UDIN: 23025929BGYJXS8175

“Annexure - B” to the Auditors’ Report

Referred to in Paragraph 6 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 **LGF Services Limited** (“the Company”) as of 31 March 2023 in conjunction with our audit of the Ind AS 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 controls over financial reporting criteria established by the Company considering the essential components of internal controls stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (“the Guidance Note”) issued by the Institute of Chartered Accountants of India (‘ICAI’). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013 (“the Act”).

Auditors’ Responsibility

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor’s judgment, including the assessment of the risks of material misstatement of the Ind AS 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 controls 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 controls over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2023, based on the internal controls over financial reporting criteria established by the Company considering the essential components of internal controls stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For BRAHMAYYA & Co.
Chartered Accountants
Firm Regn. No.000511S

Place: Chennai
Date: 15th May, 2023

L. Ravi Sankar
Partner
Membership No. 025929
UDIN: 23025929BGYJXS8175

BALANCE SHEET AS AT 31ST MARCH 2023

Particulars	Note	Mar 31, 2023 [in ₹]	Mar 31, 2022 [in ₹]
ASSETS			
Non-Current Assets			
(a) Property, plant, and equipment		-	-
(b) Other intangible assets		-	-
(c) Financial Assets			
(i) Investments	2	1,560	1,560
(ii) Others		-	-
(d) Deferred tax assets (net)		-	-
(e) Other Non-Current Assets		-	-
Current Assets			
(a) Financial Assets			
(i) Investments	3	2,18,84,365	2,27,28,567
(ii) Trade Receivables		-	-
(iii) Cash and Cash equivalents	4	62,808	53,765
(iv) Others		-	-
(b) Current tax assets (Net)	5	1,30,15,848	1,30,36,340
(c) Other Current Assets	6	2,76,444	2,13,490
Total Assets		3,52,41,025	3,60,33,722
EQUITY AND LIABILITIES			
EQUITY			
(a) Equity share capital	7	25,00,000	25,00,000
(b) Other equity	8	3,22,94,567	3,32,02,066
LIABILITIES			
Non-Current Liabilities			
(a) Financial Liabilities		-	-
(b) Provisions		-	-
(c) Deferred tax Liability (Net)	9	1,46,458	31,580
(d) Other Non-Current Liabilities		-	-
Current Liabilities			
(a) Financial liabilities			
(i) Trade Payables			
(A) Total outstanding dues of Small Enterprises and Micro enterprises			
(B) Total outstanding dues of creditors other than small enterprises and Micro enterprises		-	-
(ii) Other financial liabilities	10	2,70,000	2,70,000
(b) Other Current Liabilities	11	30,000	30,076
(c) Provisions		-	-
Total Equity and Liabilities		3,52,41,025	3,60,33,722
Significant Accounting Policies and Notes to the Accounts - 1 to 15			
As Per our report of even date attached. For Brahmayya & Co., Chartered Accountants Registration Number 000511S			Paramesh Krishnaier Director
L Ravi Sankar Partner Membership No.25929			M. Ramaswamy Director
Chennai Date: 15 th May 2023			G Sundararajan Director

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

Particulars	Note	2022-23 [in ₹]	2021-22 [in ₹]
Revenue from operations			
Revenue from operations	12	-	11,318
Other Income	13	8,14,367	19,98,878
Total Income		8,14,367	20,10,196
Expenses			
Employee benefit expenses		-	-
Other expenses	14	3,56,987	4,37,341
Total expenses		3,56,987	4,37,341
Profit/(loss) before exceptional items and tax		4,57,380	15,72,855
Exceptional items			
Profit/(loss) before tax		4,57,380	15,72,855
Tax expense			
1. Current tax		-	3,70,000
2. Deferred tax		1,14,879	32,113
Total tax		1,14,879	4,02,113
Profit/(loss) for the period from continuing operations		3,42,501	11,70,742
Profit/(loss) after tax for the period		3,42,501	11,70,742
Other Comprehensive Income			
A (i). Items that will not be reclassified to profit or loss			
Remeasurements of the defined benefit plans		-	-
A (ii). Income tax relating to items that will not be reclassified to profit or loss		-	-
Sub-total (A) = (i)+(ii)		-	-
B (i). Items that will be reclassified to profit or loss		-	-
B (ii). Income tax relating to items that will be reclassified to profit or loss		-	-
Sub-total (B)= (i)+(ii)		-	-
Other Comprehensive Income (A + B)		-	-
Total Comprehensive Income for the period		3,42,501	11,70,742
Earnings per equity share			
Basic		1.37	4.68
Diluted		1.37	4.68
Significant Accounting Policies and Notes to the Accounts - 1 to 15			
As Per our report of even date attached. For Brahmayya & Co., Chartered Accountants Registration Number 000511S			Paramesh Krishnaier Director
L Ravi Sankar Partner Membership No.25929			M. Ramaswamy Director
Chennai Date: 15 th May 2023			G Sundararajan Director

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST MARCH 2023
(A) Equity share capital
(1) Current reporting period (2022-23)

in (₹)

Balance at the beginning of the current reporting period	Changes in Equity Share Capital due to prior period errors	Restated balance at the beginning of the current reporting period	Changes in equity share capital during the current year	Balance at the end of the current reporting period
25,00,000	-	25,00,000	-	25,00,000

(2) Previous reporting period (2021-22)

in (₹)

Balance at the beginning of the previous reporting period	Changes in Equity Share Capital due to prior period errors	Restated balance at the beginning of the current reporting period	Changes in equity share capital during the current year	Balance at the end of the previous reporting period
25,00,000	-	25,00,000	-	25,00,000

(B) Other equity
(1) Current reporting period

in (₹)

Particulars	Reserves and Surplus		Total
	General Reserve	Retained Earnings	
Balance at the beginning of the current reporting period	3,17,49,121	14,52,945	3,32,02,066
Changes in accounting policy or prior period errors	-	-	-
Restated balance at the beginning of the current reporting period	3,17,49,121	14,52,945	3,32,02,066
Profit after tax	-	3,42,501	3,42,501
Remeasurement of Defined Benefit Liability, Net of Tax	-	-	-
Total Comprehensive Income for the current year	-	3,42,501	3,42,501
Dividends	-	(12,50,000)	(12,50,000)
Transfer to retained earnings	-	-	-
Any other change (to be specified)	-	-	-
Balance at the end of the current reporting period	3,17,49,121	5,45,446	3,22,94,567

(2) Previous reporting period

(in ₹)

Particulars	Reserves and Surplus		Total
	General Reserve	Retained Earnings	
Balance at the beginning of the current reporting period	3,17,49,121	9,07,203	3,26,56,324
Changes in accounting policy or prior period errors	-	-	-
Restated balance at the beginning of the current reporting period	3,17,49,121	9,07,203	3,26,56,324
Profit after tax	-	11,70,742	11,70,742
Remeasurement of Defined Benefit Liability, Net of Tax	-	-	-
Total Comprehensive Income for the current year	-	11,70,742	11,70,742
Dividends	-	(6,25,000)	(6,25,000)
Transfer to retained earnings	-	-	-
Any other change (to be specified)	-	-	-
Balance at the end of the current reporting period	3,17,49,121	14,52,945	3,32,02,066

Note: Share application money pending allotment, Equity component of compound financial instruments, Capital Reserve, Securities premium, Debt instruments through Other Comprehensive Income, Equity Instruments through Other Comprehensive Income, Effective portion of Cash Flow Hedges, Revaluation Surplus, Exchange differences on translating the financial statements of a foreign operation, Other items of Comprehensive Income (specify nature), Money received against Other share warrants - NIL for current and previous reporting period.

Significant Accounting Policies and Notes to the Accounts - 1 to 15 As Per our report of even date attached. For Brahmayya & Co., Chartered Accountants Registration Number 000511S L Ravi Sankar Partner Membership No.25929 Chennai Date: 15th May 2023	Paramesh Krishnaier Director M. Ramaswamy Director G Sundararajan Director
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CASH FLOW STATEMENT FOR THE PERIOD ENDED 31ST MARCH 2023

in (₹)

Particulars	Mar 31,2023		Mar 31, 2022	
A) Cash flow from operating activities				
Profit before tax	4,57,380		15,72,855	
Adjustments to reconcile profit before tax to net cash used in operating activities				
(Gain)/Loss on Fair valuation of Investments	(7,38,505)		(1,27,595)	
(Gain)/loss on Sale of Investments	(67,293)		(8,35,862)	
Interest on Income Tax refund	(8,569)		(10,35,421)	
Operating Profit Before Working Capital Changes		(3,56,987)		(4,26,023)
Working capital adjustments				
(Increase)/ Decrease in Trade and other receivables	-		-	
(Increase)/ Decrease in Loans and Advances	-		-	
(Increase)/ Decrease in Other assets	76,106		32,75,969	
Increase/ (Decrease) in Payables and Financial liabilities	-		(7,500)	
Increase/(Decrease) in Provisions and Other liabilities	(76)		7,501	
Cash generated from operations		76,030		32,75,970
Income Tax paid		(1,10,000)		(4,20,000)
Net cash flows from operating activities (A)		(3,90,957)		24,29,947
B) Cash flow from investing activities				
Purchase of Current Investments		-		(4,04,97,975)
Sale of Current Investments		16,50,000		3,86,48,322
Net cash flows from investing activities (B)		16,50,000		(18,49,653)
C) Cash flow from financing activities				
Dividend Paid		(12,50,000)		(6,25,000)
Net cash flows from financing activities (C)		(12,50,000)		(6,25,000)
Net increase / (decrease) in cash and cash equivalents (A)+(B)+(C)		9,043		(44,706)
Cash and cash equivalents at the beginning of the year		53,765		98,471
Cash and cash equivalents at the end of the year		62,808		53,765
Components of Cash and cash equivalents at the end of the year		-		-
Current Account with Banks		62,808		53,765
Cash, Stamps and Stamp Papers on Hand		-		-
Significant Accounting Policies and Notes to the Accounts - 1 to 15 As Per our report of even date attached. For Brahmayya & Co., Chartered Accountants Registration Number 000511S L Ravi Sankar Partner Membership No.25929 Chennai Date: 15th May 2023			Paramesh Krishnaier M. Ramaswamy G Sundararajan Directors	

NOTES TO THE ACCOUNTS

Corporate information

LGF Services Limited ('the Company') is a Public Limited Company incorporated and domiciled in India with its registered office located at No.21, Patullos Road, Chennai – 600002. The Company is primarily engaged in distribution business.

Statement of Compliance

The financial statements have been prepared in accordance with the Indian Accounting Standards ("Ind AS") notified under section 133 of the Companies Act, 2013 read together with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Rules, 2016 issued by the Ministry of Corporate Affairs. In addition, the guidance notes/announcements issued by the Institute of Chartered Accountants of India (ICAI) are also applied except where compliance with other statutory promulgations requires a different treatment.

All figures reported in the financial statements and related notes are rounded off to the nearest rupee.

1. Significant Accounting Policies

1.1 Accounting Convention

The Financial Statements have been prepared under the historical cost convention except for certain financial instruments that are measured at fair values at the end of each reporting period.

1.2 Operating Cycle

The assets and liabilities have been classified as current and non-current based on 12 month operating cycle.

1.3 Revenue Recognition

Revenue is recognized when control of the goods or services are transferred to the customer at an amount that reflects the consideration to which the Company is entitled in exchange for those goods or services, regardless of when the payment is being made. Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment.

Income in respect of services rendered and brokerage is accounted on accrual basis.

Other income:

For all debt instruments measured at amortized cost, interest income is recognized on time proportion basis, taking into account the amount outstanding and effective interest rate.

1.4 Cash and cash equivalents

Cash and cash equivalents are short-term highly liquid investments that are readily convertible into cash with original maturities of three months or less. Cash and cash equivalents consist of deposits with banks.

1.5 Measurement of fair values

The Company's accounting policies and disclosures require the measurement of financial and non-financial assets and liabilities at fair values. The Company has

established policies and procedures with respect to measurement of fair values.

Fair value measurements are categorized into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

- Level 1: Quoted prices (unadjusted) in active markets for identical assets and liabilities.
- Level 2: Inputs other than quoted prices included in Level 1, which are observable for the asset or liability, either directly or indirectly.
- Level 3: Inputs for the asset and liability that are not based on observable market data.

1.6 Financial instruments

A financial instrument is any contract that gives rise to a financial asset for one entity and a financial liability or equity instrument for another entity. Financial assets and financial liabilities are recognized when the Company becomes a party to the contractual provisions of the instruments.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or

financial liabilities measured at fair value through profit or loss are recognized immediately in profit or loss.

Financial assets

Classification

The Company classifies its financial assets as subsequently measured at either amortized cost or fair value depending on the Company's business model for managing the financial assets and the contractual cash flow characteristics of the financial assets.

At Amortized Cost

A financial asset is measured at amortized cost only if both of the following conditions are met:

(i) The asset is held within a business model whose objective is to hold them in order to collect contractual cash flows and

(ii) The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the amount outstanding.

Such Financial assets are subsequently measured at amortized cost using the Effective Interest method.

The effective interest method is a method of calculating the amortized cost of a financial instrument and of allocating interest income over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash receipts (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the financial

instrument, or, where appropriate, a shorter period, to the net carrying amount on initial recognition. The interest income, foreign exchange gains and losses are recognized in the profit or loss. The losses arising from impairment are recognized in the profit or loss and the amortized cost is reduced by impairment losses.

At Fair Value through Profit and Loss (FVTPL)

Any financial instrument, which does not meet the criteria for categorization as at amortized cost or as FVTOCI, is classified as at FVTPL. In addition, the Company may elect to classify a debt instrument, which otherwise meets amortized cost or FVTOCI criteria, as at FVTPL. However, such election is allowed only if doing so reduces or eliminates a measurement or recognition inconsistency (referred to as 'accounting mismatch'). Debt instruments included within the FVTPL category are measured at fair value with all changes recognized in the profit and loss.

Equity Investments

Equity investments (i.e. other than equity investments in subsidiaries / associates / joint ventures) are designated at Fair Value Through OCI. The fair value changes on the instrument, excluding dividends, are recognized in the OCI. There is no recycling of the amounts from OCI to profit and loss on sale of investment.

Financial liabilities

All financial liabilities are subsequently measured at amortized cost using the effective interest rate method except for financial liabilities at FVTPL. A financial

liability is classified as FVTPL if it is held-for-trading or it is a derivative or it is designated as FVTPL on initial recognition.

1.7 Income Taxes

Tax expense comprises current and deferred tax. It is recognized in profit or loss except to the extent that it relates to a business combination, or items recognized directly in equity or in OCI.

Current tax

Current tax is measured at the amount expected to be paid in respect of taxable income for the year in accordance with the Income Tax Act, 1961. Current tax comprises the tax payable on the taxable income or loss for the year and any adjustment to the tax payable in respect of previous years. It is measured using tax rates enacted at the reporting date.

Current tax assets and liabilities are offset only if, the Company:

- a) has a legally enforceable right to set off the recognized amounts; and
- b) Intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously.

Deferred tax

Deferred tax is recognized in respect of temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable income.

The measurement of deferred tax reflects the tax consequences that would follow

from the manner in which the Company expects, at the reporting date, to recover or settle the carrying amount of its assets and liabilities. It is measured using tax rates enacted or substantively enacted at the reporting date.

Deferred tax liabilities are recognized for all taxable temporary differences. Deferred tax assets are recognized to the extent that it is probable that future taxable income will be available against which the deductible temporary differences can be utilized.

Deferred tax assets are reviewed at each reporting date and based on management's judgment, are reduced to the extent that it is no longer probable that the related tax benefit will be realized.

Current and Deferred tax for the year

Current and deferred tax are recognized in profit or loss, except when they relate to items that are recognized in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognized in other comprehensive income or directly in equity respectively.

1.8 Dividend

The Dividend on shares is recorded as a liability on the date of approval by the Shareholders.

1.9 Provisions

Provisions are recognized when the Company, as a result of a past event, has a present obligation and it is probable that the Company will be required to settle the

obligation for which a reliable estimate can be made.

The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation. When a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows (when the effect of the time value of money is material).

1.10 Earnings per share

The Company presents basic and diluted earnings per share (EPS) data for its equity shares. Basic EPS is calculated by dividing the profit or loss attributable to equity shareholders of the Company by the weighted average number of equity shares outstanding during the year. Diluted EPS is determined by adjusting the profit or loss attributable to equity shareholders and the weighted average number of equity shares outstanding for the effects of all dilutive potential equity shares.

1.11 Cash flow statement

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

NOTES TO THE ACCOUNTS (CONTD.)

(₹)

Note 2: Investments	31.03.2023	31.03.2022
Investment in Equity Instruments (Unquoted) *	1,560	1,560
UMW Industries Ltd (78000 equity shares of Rs.10/- each)		
TOTAL	1,560	1,560

*The Company designated the Equity Investments through FVTOCI because the Company intends to hold these investments for long term strategic purposes. As per IND AS 109, Cost has been considered as the best estimate of the fair value.

There was no disposal of investment during the period ended 31st March 2023 and 31st March 2022 respectively. No dividend received during the period Apr - Mar 2023.

(₹)

Note 3: Investments	31.03.2023	31.03.2022
Investments in Mutual Funds (Unquoted)		
Sundaram Liquid Fund-Direct - Growth	24,129	72,673
Opening Units-38.675 Closing Units-12.138		
Aditya Birla Low Duration Fund-Direct-Growth	5,47,616	21,05,895
Opening units-3641.150 Closing units-895.604		
Sundaram Banking and PSU Debt Fund-Direct -Growth	2,13,12,620	2,05,49,999
Opening units-581531.884 Closing Units-581531.884		
TOTAL	2,18,84,365	2,27,28,567

(₹)

Note 4: Cash and cash equivalents	31.03.2023	31.03.2022
Balances with Banks in Current Accounts	62,808	53,765
TOTAL	62,808	53,765

(₹)

Note 5: Current tax assets (Net)	31.03.2023	31.03.2022
Tax Payable	-	-
Tax paid under Dispute	34,77,859	34,77,859
Provision for Income Tax	(15,87,286)	(22,68,792)
Advance Income Tax, Tax Refund Due and Tax deducted at Source	1,11,25,275	1,18,27,273
TOTAL	1,30,15,848	1,30,36,340

NOTES TO THE ACCOUNTS (CONTD.)

Note 6: Other Current assets	(₹)	
	31.03.2023	31.03.2022
Balances with Government authorities	2,76,444	2,13,490
TOTAL	2,76,444	2,13,490

Note 7: Equity Share capital	(₹)	
	31.03.2023	31.03.2022
<i>Authorised capital</i>		
2,50,000 Equity shares of face value of ₹ 10/- each	25,00,000	25,00,000
<i>Issued, Subscribed and fully paid-up</i>		
2,50,000 Equity shares of face value of ₹ 10/- each	25,00,000	25,00,000

Reconciliation of number of shares	31.03.2023	31.03.2022
Shares outstanding at the beginning of the year	2,50,000	2,50,000
<i>Add:</i> Shares issued during the year	-	-
<i>Less:</i> Shares bought back during the year	-	-
Shares outstanding at the end of the year	2,50,000	2,50,000

Details of number of shares held by shareholders holding more than 5% shares are set out below:

Name of the Shareholder	Status	No. of Shares	% held as at 31.03.2023	No. of Shares	% held as at 31.03.2022
Sundaram Finance Limited	Holding Company	2,50,000	100	2,50,000	100

* Includes 6 shares held by the nominees of Sundaram Finance Limited

Shareholding of Promoters

Name of the Promoter	31 st March, 2023		
	No. of shares	% of total shares	% change during the year
Sundaram Finance Limited* - Holding Company	2,50,000	100.00	0%

* Includes 6 shares held by the nominees of Sundaram Finance Limited

Name of the Promoter	31 st March, 2022		
	No. of shares	% of total shares	% change during the year
Sundaram Finance Limited* - Holding Company	2,50,000	100.00	0%

* Includes 6 shares held by the nominees of Sundaram Finance Limited

NOTES TO THE ACCOUNTS (CONTD.)

(₹)

	31.03.2023	31.03.2022
Note 8: Other equity		
a. General Reserve		
Opening balance	3,17,49,121	3,17,49,121
Add: Transfer from Surplus in the Statement of Profit and Loss	-	-
Less : Appropriations		
Dividend - Final	-	-
At the end of the year	3,17,49,121	3,17,49,121
b. Surplus in the Statement of Profit and Loss		
Opening balance	14,52,945	9,07,203
Add: Profit for the year/period	3,42,501	11,70,742
Less : Appropriations		
Statutory Reserve	-	-
General Reserve	-	-
Dividend		
Interim	-	-
Final	12,50,000	6,25,000
Dividend Tax	-	-
At the end of the year	5,45,446	14,52,945
TOTAL	3,22,94,567	3,32,02,066

(₹)

	31.03.2023	31.03.2022
Note 9: Deferred tax liability (Net)		
Fair Valuation of Mutual Funds	2,17,212	31,580
Employee Benefits	-	-
Business loss	(70,754)	-
TOTAL	1,46,458	31,580

(₹)

	31.03.2023	31.03.2022
Note 10: Other financial liabilities		
Other Liabilities	2,70,000	2,70,000
TOTAL	2,70,000	2,70,000

(₹)

	31.03.2023	31.03.2022
Note 11: Other Current Liabilities		
Other Liabilities	30,000	30,076
TOTAL	30,000	30,076

(₹)

	22-23	21-22
Note 12: Revenue from operations		
Brokerage	-	11,318
TOTAL	-	11,318

NOTES TO THE ACCOUNTS (CONTD.)

(₹)

Note 13: Other Income	22-23	21-22
Interest Receipts	8,569	10,35,421
Profit on sale of Mutual funds	67,293	8,35,862
Fair Value change in Mutual Fund	7,38,505	1,27,595
TOTAL	8,14,367	19,98,878

(₹)

Note 14: Other Expenses	22-23	21-22
Rates and taxes	4,500	4,500
Audit fees	3,00,000	3,00,000
Miscellaneous expenses	52,487	1,32,841
TOTAL	3,56,987	4,37,341

15. General

15.1 There are no separate reportable segments as per Indian Accounting Standard (IND AS) 108 'Segment Reporting'.

15.2 The Company's capital management strategy is to ensure that it has sufficient capital for Investment management, regulatory requirements and to provide reasonable return to shareholders.

15.3 Related Party disclosures: In accordance with the Indian Accounting Standard (IND AS) 24 on 'Related Party disclosures', the details of related parties and the transactions with related parties are given below:

Related Parties:

Holding Company

Sundaram Finance Limited

Fellow Subsidiaries

Sundaram Asset Management Company Limited
Sundaram Trustee Company Limited
Sundaram Asset Management Singapore Pte Limited
Sundaram Alternate Assets Limited
Sundaram Business Services Limited
Sundaram Finance Employees Welfare Trust
Sundaram Home Finance Ltd
Sundaram Fund Services Ltd
SAMC Support Services Private Limited
SAMC Trustee Private Limited
SAMC Services Private Limited

Entities in which the Company's promoter has control or significant influence

Sundaram Finance Holdings Limited

Joint Venture of Company having control over the entity

Royal Sundaram General Insurance Co. Ltd

NOTES TO THE ACCOUNTS (CONTD.)

Related Party Transactions

The nature and volume of transactions of the company during the period, with the above related parties are as follows:

in (₹)

Nature of Transactions	Holding Company	Fellow Subsidiaries	2022-23	2021-22
Income	-	-	-	-
Expenses	-	-	-	-
Assets	-	-	-	-
Liabilities				
Sundaram Finance Ltd.				
- Equity Share Holdings	25,00,000	-	25,00,000	25,00,000
Dividend paid	12,50,000	-	12,50,000	6,25,000

No amount has been written off/written back during the period.

15.4 Remuneration to Auditors

in ₹

Particulars	2022-23	2021-22
Statutory Audit Fee	3,00,000	3,00,000
Tax Audit Fee	-	-
Certification Fee	-	-
Total	3,00,000	3,00,000

15.5 A. Basic Earnings per Share

The calculations of profit attributable to equity shareholders and weighted average number of equity shares outstanding for calculation of Basic EPS are as follows:

i. Profit or loss attributable to equity shareholders (basic)

Particulars	Year Ended 31 March 2023	Year Ended 31 March 2022
	In Rs. Lakhs	In Rs. Lakhs
Profit attributable to the equity shareholders	3.43	11.71

NOTES TO THE ACCOUNTS (CONTD.)

ii. Weighted average number of equity shares (basic)

Particulars	Year Ended 31 March 2023	Year Ended 31 March 2022
Face Value per share in Rs	10.00	10.00
Opening Balance	2,50,000	2,50,000
Weighted average number of equity shares issued during the year upon exercise of ESOP	-	-
Weighted average number of equity shares for the year	2,50,000	2,50,000
Basic EPS	1.37	4.68

15.5 B. Diluted Earnings per share

The calculations of diluted earnings per share based on profit attributable to equity shareholders and weighted average number of equity shares outstanding, after adjustment for the effects of all dilutive potential equity shares, are as follows:

i. Profit or loss attributable to equity shareholders (diluted)

Particulars	Year Ended 31 March 2023	Year Ended 31 March 2022
	In Rs. Lakhs	In Rs. Lakhs
Profit attributable to the equity shareholders (Basic)	3.43	11.71
Adjustment with respect to dilutive potential equity shares	-	-
Profit attributable to the equity shareholders (Diluted)	3.43	11.71

ii. Weighted average number of equity shares (diluted)

Particulars	Year Ended 31 March 2023	Year Ended 31 March 2022
	In Rs. Lakhs	In Rs. Lakhs
Face Value per share in Rs	10.00	10.00
Weighted average number of equity shares (basic)	2,50,000	2,50,000
Dilutive effect of outstanding stock options	-	-
Weighted average number of equity shares (diluted) for the period	2,50,000	2,50,000
Diluted EPS	1.37	4.68

NOTES TO THE ACCOUNTS (CONTD.)**15.6 Dividend per Share**

The Board of Directors declared:

- i) Final dividend Rs.5.00 per share for FY 2021-22 at its meeting held on 19-May-2022

Particulars	Year Ended 31 March 2023	Year Ended 31 March 2022
	In Rs. Lakhs	In Rs. Lakhs
Total Dividend Paid (excluding tax on dividend) (A)	12.50	6.25
Dividend Tax	-	-
No of equity shares (B)	2,50,000	2,50,000
Dividend per share (A/B)	5.00	2.50

The board of directors at its meeting held on 15th May 2023 have proposed a final dividend of Rs. 3/- per equity share, subject to approval by shareholders at ensuing annual general meeting.

15.7 Disclosure under MSME Development Act, 2006

There is no amount due to small scale industries in terms of "The Micro, Small and Medium Enterprises Development Act, 2006"

Particulars	31-Mar-23	31-Mar-22
a) Principal amount and the interest due to Suppliers under the Act	-	-
b) Interest paid to Suppliers in terms of Section 16 of the Act, along with payment made beyond the appointed day	-	-
c) Interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the Act	-	-
d) Interest accrued and remaining unpaid at the end of the year	-	-
e) Further interest remaining due and payable even in the succeeding years, until such date, when interest dues above are actually paid in the small enterprise, for the purpose of disallowance of a deductible expenditure under Section 23 of the Act	-	-

15.8 The Company has exercised the option given under section 115BAA of the Income Tax Act 1961 as per the Taxation Laws (Amendment) Act, 2019. Tax provision for the year ended has been recognized at the rate prescribed in that section.

NOTES TO THE ACCOUNTS (CONTD.)
15.9 Reconciliation of Tax Expense

in (₹)

	31-Mar-23	31-Mar-22
Profit Before tax	4,57,380	15,72,855
Tax using Company's Domestic Tax Rate	1,15,113	3,95,856
Effect of Rounding Off	(234)	5,747
Rate Difference		
Expenses Disallowance		510
Tax Expense Recognized	1,14,879	4,02,113

15.10 Accounting Classifications, Fair value and Fair Value Hierarchy
Accounting Classifications and fair values

The following table shows the carrying amount and fair value of financial assets and financial liabilities

in (₹)

As at 31 March 2023	Carrying amount (Cost)				Fair value
	Mandatorily at FVTPL: Others	Other financial assets: amortized cost	Other financial assets: recognized through OCI	Total carrying amount: Cost	
Financial assets					
Equity	-	-	1,560	1,560	1,560
Investments					
Mutual fund investments	2,10,21,742	-	-	2,10,21,742	2,18,84,350
Trade receivables	-	-	-	-	-
Cash and cash equivalents	-	62,808	-	62,808	62,808
Financial Liabilities					
Other Financial Liabilities	-	2,70,000	-	2,70,000	2,70,000

NOTES TO THE ACCOUNTS (CONTD.)

(in ₹)

As at 31 March 2022	Carrying amount (Cost)				Fair value
	Mandatorily at FVTPL: Others	Other financial assets: amortized cost	Other financial assets: recognized through OCI	Total carrying amount: Cost	
Financial assets					
Equity Investments	-	-	1,560	1,560	1,560
Mutual fund investments	2,26,04,449	-	-	2,26,04,449	2,27,28,567
Trade receivables	-	-	-	-	-
Cash and cash equivalents	-	53,765	-	53,765	53,765
Financial Liabilities					
Other Financial Liabilities	-	2,70,000	-	2,70,000	2,70,000

Fair Value hierarchy

The fair value hierarchy is based on inputs to valuation techniques that are used to measure fair value that are either observable or unobservable and consists of the following three levels:

Level 1 hierarchy - Includes Financial Instruments measured using quoted prices in the active market.

Level 2 hierarchy - The Fair value of Financial Instruments that are not traded in an active market, is determined using valuation techniques which maximize the use of observable market data.

Level 3 hierarchy - includes Financial Instruments for which one or more of the significant inputs are not based on observable market data. This is applicable for unlisted securities.

in (₹)

	Level 1	Level 2	Level 3
As at 31 March 2023			
Financial assets:			
Equity investments at FVTOCI	-	-	1,560
Mutual fund investments at FVTPL	2,18,84,350	-	-
Cash and cash equivalents measured at Amortized cost	62,808	-	-
Financial Liabilities:			
Other Financial Liabilities	2,70,000	-	-
As at 31 March 2022			
Financial assets:			
Equity investments at FVTOCI	-	-	1,560
Mutual fund investments at FVTPL	2,27,28,567	-	-
Cash and cash equivalents measured at Amortized cost	53,765	-	-
Financial Liabilities:			
Other Financial Liabilities	2,70,000	-	-

NOTES TO THE ACCOUNTS (CONTD.)

15.11 Financial Risk Management

The Company's business activities are exposed to liquidity risk. The Risk management policies have been established to identify and analyze the risks faced by the Company, to set and monitor appropriate risk limits and controls, periodically review and reflect the changes in the policy accordingly.

Management of Liquidity Risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation.

Maturity profile of financial liabilities

The following are the contractual maturities of financial liabilities at the reporting date.

Contractual cash flows							in (₹)
31-Mar-23	Up to 3 months	Over 3 months & up to 6 months	Over 6 months & up to 1 year	Over 1 year & up to 3 years	Over 3 years & up to 5 years	Over 5 Years	Total
Other Financial Liabilities	2,70,000	-	-	-	-	-	2,70,000

Contractual cash flows							in (₹)
31-Mar-22	Up to 3 months	Over 3 months & up to 6 months	Over 6 months & up to 1 year	Over 1 year & up to 3 years	Over 3 years & up to 5 years	Over 5 Years	Total
Other Financial Liabilities	2,70,000	-	-	-	-	-	2,70,000

Maturity profile of financial assets

The following are the contractual maturities of financial assets at the reporting date.

NOTES TO THE ACCOUNTS (CONTD.)

Contractual cash flows

in (₹)

31-Mar-23	Up to 3 months	Over 3 months & up to 6 months	Over 6 months & up to 1 year	Over 1 year & up to 3 years	Over 3 years & up to 5 years	Over 5 Years	Total
Investments	2,18,85,925	-	-	-	-	-	2,18,85,925

Contractual cash flows

in (₹)

31-Mar-22	Up to 3 months	Over 3 months & up to 6 months	Over 6 months & up to 1 year	Over 1 year & up to 3 years	Over 3 years & up to 5 years	Over 5 Years	Total
Investments	2,27,30,127	-	-	-	-	-	2,27,30,127

15.12 Analytical Ratios

Particulars	Numerator	Denominator	Ratios		% Variance	Reason for Variance
			31.03.2023	31.03.2022		
a) Current ratio	Current Assets	Current Liabilities	117.49	120.08	-2%	NA
b) Debt-equity ratio	Total Debt	Shareholder's Equity	NA	NA	NA	NA
c) Debt service coverage ratio	Earnings available for debt service	Debt Service	NA	NA	NA	NA
d) Return on equity ratio	Net Profit after tax	Average Shareholder's Equity	1%	3%	-71%	Interest on income tax refund of Rs.10.35 lakhs received during Previous year-order u/s 154 of AY 2014-15
e) Inventory turnover ratio	Cost of goods sold	Average Inventory	NA	NA	NA	NA
f) Trade receivables turnover ratio	Net Credit Sales	Average Trade Receivables	NA	NA	NA	NA
g) Trade payables turnover ratio	Net Credit Purchases	Average Trade Payables	NA	NA	NA	NA
h) Net capital turnover ratio	Net Sales	Average working capital	0.00%	0.01%	-100%	Decrease in Brokerage Income and reduction in working capital

NOTES TO THE ACCOUNTS (CONTD.)

Particulars	Numerator	Denominator	Ratios		% Variance	Reason for Variance
			31.03.2023	31.03.2022		
i) Net profit ratio	Net Profit	Net Sales	0%	10344%	-100%	Decrease in Brokerage income during the current year
j) Return on capital employed	Earnings before interest and taxes	Shareholders Equity - Intangible Assets + Deferred tax liability	1%	4%	-70%	Rs.32 lakhs refund received during previous year-order u/s 154 of AY 2014-15, including Rs.10.35 lakhs Interest on income tax refund
k) Return on investment	Income generated from investments	Average Investments	361%	452%	-20%	NA

15.13 The pending litigations as on 31st Mar 2023, have been complied by the company and reviewed by the Statutory Auditors. The effect of the current position of the litigations have been evaluated and appropriately considered and disclosed in the financial statements.

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

15.15 The company has not entered into any non-cash transactions with the Board of directors during the year 2022-23.

15.16 There are no contingent liabilities and contingent assets during the year.

15.17 Relationship with Struck off Companies: Nil

15.18 The Company do not have any Benami property.

15.19 Utilisation of Borrowed funds and Share Premium

The Company has not advanced (or) loaned (or) invested funds (either borrowed funds or Share Premium or any other sources or kind of funds) to any other person or entity, including foreign entities (Intermediaries) with the understanding (whether recorded in writing or otherwise) anytime during the Financial year 2022-23.

NOTES TO THE ACCOUNTS (CONTD.)

The company has not received any fund from any person or entity, including foreign entity (Funding Party) with the understanding (whether recorded in writing or otherwise) that the company has to 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.

15.20 Undisclosed Income

There is no surrender or disclosure of income separately on account of search or survey under income tax since all transactions are recorded in books.

15.21 Previous year figures have been regrouped / reclassified wherever necessary to confirm to the current year's presentation.

Significant Accounting Policies and Notes to the Accounts - 1 to 16
As Per our report of even date attached.

For **Brahmayya & Co.,**
Chartered Accountants
Registration Number 000511S

Paramesh Krishnaier

L Ravi Sankar
Partner
Membership No.25929

M. Ramaswamy

G Sundararajan

Chennai
Date: 15th May, 2023

Directors