



RAJASTHAN STATE BEVERAGES CORPORATION LIMITED

(A Government of Rajasthan Undertaking)

Vitta Bhawan, D-Block, First Floor, Jyoti Nagar, Janpath, Jaipur-302005
Tel: 0141-2744231 Fax: 0141-2744237, web- www.excise.rajasthan.gov.in,
email : ed.rsbcl@rajasthan.gov.in
CIN: U15511RJ2005SGC020336

17th Annual General Meeting Dated :02.12.2022

S.No	CONTENTS	PAGE NO.
1.	NOTICE	01-04
2.	DIRECTORS' REPORT	05-24
3.	DIRECTORS' REPLY TO AUDITORS' REPORT	25-28
4.	AUDITORS' REPORT	29-32
5.	ANNEXURE TO THE AUDITORS' REPORT	33-41
6.	BALANCE SHEET	43
7.	PROFIT & LOSS ACCOUNT	44
8.	CASH FLOW STATEMENT	45
9.	ACCOUNTING POLICIES	46-48
10.	NOTES TO FINANCIAL STATEMENTS	49-70
11.	CAG REPORT & REVIEW ON ACCOUNTS (To be tabled)	71-72
12.	PROXY FORM	73

BOARD OF DIRECTORS

(As on 02.12.2022)

Chairman Cum Managing Director	:	Dr. Krishna Kant Pathak Secretary, Finance (Revenue) Govt. of Rajasthan, Jaipur
Directors	:	Shri Ravi Kumar Surpur Commissioner, Commercial Tax Deptt. Govt. of Rajasthan, Jaipur
	:	Shri Naresh Kumar Thakral Secretary, Finance (Exp.) Govt. of Rajasthan, Jaipur
	:	Shri Kumar Pal Gautam Excise Commissioner Govt. of Rajasthan, Udaipur
	:	Smt. Shivangi Swarnkar Commissioner, E.G.S., Govt. of Rajasthan, Jaipur
Executive Director	:	Shri Sunil Bhati, RAS
Independent Directors	:	Shri L.D. Sharma, CA
Statutory Auditor	:	M/s Gopal Sharma & Company Chartered Accountants
Secretarial Auditors	:	M/s Mahendra Khandelwal & Company Company Secretaries, Jaipur
Reg. Office	:	Vitta Bhawan, D-Block, First Floor, Jyoti Nagar, Janpath, Jaipur-302005
Phone No.	:	0141-2744231-9
Fax No.	:	0141-2744237
E-mail	:	ed.rsbccl@rajasthan.gov.in
Website	:	www.excise.rajasthan.gov.in,

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CIN: U15511RJ2005SGC020336

No.F. RSBCL/CS/AGM/17/7712

Date: 07.11.2022

1. **Hon'ble Governor of Rajasthan** through Principal Secretary to Govt., Finance Department, Rajasthan, Jaipur.
2. **Dr. Krishna Kant Pathak**, Secretary, Finance (Rev) (CMD and Shareholder, RSBCL).
3. **Shri Ravi Kumar Surpur**, Commissioner, Commercial Tax Deptt., (Director and Shareholder, RSBCL).
4. **Shri Naresh Kumar Thakral**, Secretary, Finance (Exp.) Deptt. (Director and Shareholder, RSBCL).
5. **Shri Kumar Pal Gautam**, Excise Commissioner, (Director & Shareholder, RSBCL).
6. **Smt Shivangi Swarnkar**, Commissioner, E.G.S., Rajasthan, Jaipur, (Director and Shareholder, RSBCL).
7. **Smt. Namrata Vrishni**, Joint Secretary, Finance (Tax) Deptt. (Shareholder, RSBCL).
8. **Shri Sunil Bhati**, Executive Director and Shareholder, RSBCL.
9. **Shri Jaswant Singh**, Joint Secretary to Govt., Finance (Excise), (Shareholder, RSBCL).
10. **Shri L.D. Sharma**, Independent Director, RSBCL.

Sub: - Notice of 17th Annual General Meeting of the Company

NOTICE is hereby given that the Seventeenth Annual General Meeting of the Company will be held on Friday, 02nd December, 2022 at **2.30 P.M.** at the Registered Office of the Corporation- Vitta Bhawan, D-Block, First Floor, Jyoti Nagar, Janpath, Jaipur for transacting the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the audited financial statements of the Company for the year 2021-22 and the reports of the Directors and Auditors thereon.
2. To declare the dividend on Equity Shares for the year 2021-22.
3. To fix the remuneration of Statutory Auditors for the year 2022-23 and onwards and pass the following resolution-

“RESOLVED THAT the Board of Directors of the Company be and is hereby authorized to fix the remuneration payable to Statutory Auditors of the Company for the

next financial year i.e. 2022-23 and onwards in pursuance of provisions of the Companies Act, 2013.”

SPECIAL BUSINESS:

4. Appointment of Independent Directors.

The matter is placed before the shareholders for approval of appointment of Independent Directors and to pass the following resolutions with or without modifications-

“**RESOLVED THAT** Shri Vijay Garg, Chartered Accountant, Jaipur be and is hereby appointed Independent Director on the Board of the Company w.e.f. 24.02.2020 made vide Govt. of Rajasthan Order No. F11 (24) Fin./Excise/1998 Jaipur dated 24th February, 2020.”

“**RESOLVED THAT** Shri L.D. Sharma, Chartered Accountant, Jaipur be and is hereby appointed Independent Director on the Board of the Company w.e.f. 24.02.2020 made vide Govt. of Rajasthan Order No. F11 (24) Fin./Excise/1998 Jaipur dated 24th February, 2020.”

You are requested to kindly make it convenient to attend the meeting.

**Thanking you
Yours faithfully,**

**(Pawan K. Garg)
Company Secretary (I/C)**

Special Invitee:

1. M/s Gopal Sharma & Company, Statutory Auditors.
2. M/s Mahendra Khandelwal & Company, Secretarial Auditors.

Copy to following for information and needful action please:-

1. Sr. Accounts Officer, RSBCL, Jaipur with the request to invite Statutory Auditors and Secretarial Auditors for attending the meeting.
2. Manager (Admin), RSBCL, to take necessary action for printing of the Audited Annual reports as it will be tabled in State Legislature.
3. DGM (MIS) RSBCL, Jaipur for uploading the same on website.

Company Secretary (I/C)

EXPLANATORY STATEMENT PURSUANT TO SECTION 149 OF THE COMPANIES ACT, 2013:

ITEM NO. 04:

The following Explanatory Statements as required under Section 149 of the Companies Act, 2013, set out all material facts relating to the business under Item Nos. 4 of the accompanying Notice-

As per Rule 4 of the Companies (Appointment and Qualification of Directors) Rules, 2014, the following classes of companies shall have at least 2 directors as independent directors-

- Public companies with paid-up share capital of ₹ 10 crore or more.
- Public companies with a turnover of ₹ 100 crore or more.
- Public companies with aggregate outstanding loans, debentures, and deposits, exceeding ₹ 50 crore.

Accordingly, the Government of Rajasthan through Finance (Excise) Department vide its Order No. F11 (24) Fin./Excise/1998 Jaipur dated 24th February, 2020 has appointed Shri Vijay Garg and Shri L.D. Sharma as Independent Directors of the Board of the Company. The Board of Directors of the Company in its meeting held on 23.10.2020 has noted the appointment of Shri Vijay Garg and Shri L.D. Sharma as Independent Directors of the Board of the Company.

Further, the CAG office in its General Purpose Financial Report 2019-20(GPFR)-Report no. 4 of year 2021 has directed to place the appointment of independent directors before the shareholders in ensuing AGM and forward the approval of appointment of Independent Directors to State legislature along with the reply of other paras. Therefore, the matter is placed before the shareholders for approval of appointment of Independent Directors and to pass the following resolutions with or without modifications-

“RESOLVED THAT Shri Vijay Garg, Chartered Accountant, Jaipur be and is hereby appointed Independent Director of the Board of the Company w.e.f 24.02.2020 made vide Govt. of Rajasthan Order No. F11 (24) Fin./Excise/1998 Jaipur dated 24th February, 2020.”

“RESOLVED THAT Shri L.D. Sharma, Chartered Accountant, Jaipur be and is hereby appointed Independent Director of the Board of the Company w.e.f 24.02.2020 made vide Govt. of Rajasthan Order No. F11 (24) Fin./Excise/1998 Jaipur dated 24th February, 2020.”

None of the Directors is interested in the above Resolution.

Further to mention that Shri Vijay Garg was appointed Independent Director of the Board of the Company vide GoR order dated 24.02.2020. The Company has ensured the compliance of applicable provisions of Companies Act, 2013 and had appointed Shri Vijay Garg as Independent Director of the Board of the Company. Since then he could attend only

one Board meeting held on 14.08.2020. Shri Vijay Garg remained absent from all the meetings of the Board of Directors and its committees held during the period October, 2020 to March, 2022.

Further, according to Section 167 (1) (b) of Companies Act, 2013, the office of a Director shall become vacant if he absents himself from all the meetings of the Board of Directors held during period of 12 months. Accordingly, the matter has been referred to the State Govt. for necessary action.

NOTE:

1. A member entitled to attend and vote at the Annual General Meeting (the “Meeting”) is entitled to appoint one or more proxy (ies) to attend and vote on a poll instead of him and the proxy so appointed need not to be a member of the Company. The instrument appointing the proxy (duly completed, stamped and signed) must be deposited at the registered office of the Company not less than 48 hours before the commencement of the meeting. 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 proxy for any other person or shareholder. During the period beginning 24 hours before the time fixed for the commencement of the meeting and ending with the conclusion of the meeting, member would be entitled to inspect the proxies lodged, at any time during the business hours of the Company, provided not less than 3 days written notice is given to the Company. Relevant documents referred to in the accompanying Notice and the Statements are open for inspection by the members at the registered office of the Company on all working days, during business hours up to the date of the Meeting.
2. Balance Sheet, Profit and Loss Account together with Statutory Auditors' report, Secretarial Auditors Report thereon and the report of Directors to the Shareholders and Comments of Comptroller & Auditor General of India are enclosed.
3. The Annual Report of the Company, circulated to the Members of the Company will also be made available on the website.
4. Road map of meeting venue is mentioned below-



DIRECTORS' REPORT**For the Financial Year 2021-22**

**To,
The Shareholders/Members,**

The Directors of your Corporation have pleasure in presenting you the Seventeenth Annual Report on the business and operations of the Corporation together with the Audited financial statements for the year ended 31st March, 2022.

1. Business Model:

1.1 Business Operations

The Corporation has maintained its policy of canalizing IMFL and Beer without interfering in dynamics of the market place. As a result, the healthy competition prevailing amongst suppliers continued during the year.

1.2 Transparency in Operations / Online Operations

The Corporation is carrying out its commercial activities through online integrated web based software, which has ensured total transparency in its operations. Suppliers have been given access to the Corporation's software for online submission of OFS issuance, granting OFS extension, TOO (Transfer Out Order) and getting all sort of information like issuance of OFS, receipt of material at depot, sale of various brands, stock position of various brands, weekly payment, Inactive Stock Penalty & contract amount on loading-unloading of liquor etc. Simultaneously, copies of the ledgers are provided to respective retailers for their reconciliation purpose.

1.3 Infrastructure

All the depots have been equipped with computers, printers, internet connectivity for running online software, UPS and Generator sets for meeting power crisis in addition to basic facilities like furniture, telephone etc. Close circuit cameras are installed at all the depots for better management & control.

1.4 Financial Management

The Corporation is strengthened with the sound and prudent financial management. The main commercial activity especially the purchase and sale of IMFL/Beer of the Corporation has been running on real time online basis. This system has streamlined the working of the Corporation. The suppliers have been provided login/password facility to view their stock/sales position along with their due payment position at any time/ anywhere, heralding an era of true transparency in Corporation's functioning.

The time bound payments to suppliers and all other parties concerned have been the hallmark of operational efficiency of the Corporation. The Corporation releases due weekly payment of suppliers fully through RTGS (Real Time Gross Settlement).

2. Financial Highlights

2.1 Financial Performance

During the year under review, the performance of your Company is as under:

(₹ in Crore)

Particulars	Year ended 31 st March 2022	Year ended 31 st March 2021
Turnover	7493.60	5559.57
Profit/(Loss) before taxation	45.02	44.61
Less: Tax Expense	13.65	13.76
Profit/(Loss) after tax	31.37	30.85
Add: Balance B/F from the previous year	103.13	72.48
Balance Profit / (Loss) C/F to the next year	134.30	103.13

The turnover of the Corporation during the year without VAT/Composition is ₹ 7493.60 Crores as compared to ₹ 5559.57 in previous year. During the year 2021-22 RSBCL paid ₹ 8.24 Crores to State Govt as Privilege Fee and License Fee including Application Fee (₹ 5.00 crore + ₹ 3.24 crores respectively) as against ₹ 8.24 crores (₹ 5.00 crores + ₹ 3.24 crores) in 2020-21.

This year company has earned ₹ 6.32 crore as contract income on account of loading-unloading of liquor and ₹ 11.06 crore as Inactive stock penalty income in comparison to ₹ 6.54 crore and ₹ 13.83 crore in 2020-21 respectively.

2.2 State of Company's Affairs and Future Outlook

In this year, the profit from operations of the Corporation has been ₹ 45.02 Crores as compared to ₹ 44.61 Crores in previous year. The year has witnessed an increase of 0.92 percent in profit before tax and there is an increase of 34.79 percent in turnover of the Corporation.

The policies adopted by the Corporation have helped in yielding affluent dividends and given its past record of implementing Government policies in an amicable manner. Your directors are certain that the Corporation would play a significant role in further reforms in the Excise sector.

2.3 Dividend

The Board of Directors has recommended the dividend @ 10% (previous year 10%) on paid up capital. The dividend pay-out will require an amount of ₹ 20,00,000/- (previous year ₹ 20,00,000/-).

2.4 Amounts Transferred to Reserves

The Board of the Company has decided/proposed to carry ₹ 31.17 crores to its reserves.

3. Material changes affecting the financial position of the Company

No material changes and commitments have occurred after the close of the year till the date of this report which affect the financial position of the Company.

4. **Directors Responsibility Statement**

In accordance with the provisions of Section 134(5) of the Companies Act 2013, your directors confirm that:

- (a) In the preparation of the annual accounts for the financial year ended 31st March, 2022, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- (b) The directors have selected such accounting policies and applied them consistently and made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31st March, 2022 and of the profit /loss of the Company for that period;
- (c) The directors have taken proper and sufficient care 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 directors have prepared the annual accounts on a going concern basis;
- (e) The directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

5. **Changes in Share Capital**

During the year under review, there has been no change in the Authorized Share Capital of ₹ 5.00 crores and Paid-up Share Capital of ₹ 2.00 crores of the Corporation.

6. **Current Outlook**

The performance of your Corporation during the year justified an optimistic outlook. We are confident that we can look forward to maintain the growth and improve the profitability of the Corporation in the current year and beyond.

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

Due attention has been paid for energy conservation. There were no Foreign Exchange Earnings/Outgo during the year under review.

a) **Conservation of Energy:**

Steps taken for conservation	The Corporation has taken due care for using electricity in the office and depots. The Corporation usually takes care for optimum utilization of energy.
Steps taken for utilizing alternate sources of energy	
Capital investment on energy conservation equipments	No capital investment on energy conservation equipment was made during the financial year.

b) **Technology Absorption:**

Efforts made for technology absorption	Nil
Benefits derived	Nil
Expenditure on Research & Development, if any	Nil
Details of technology imported, if any	Nil
Year of import	Nil
Whether imported technology fully absorbed	Nil
Areas where absorption of imported technology has not taken place, if any	Nil

c) **Foreign Exchange Earnings/ Outgo:**

Earnings	Nil
Outgo	Nil

8. **Particulars of Employees**

As per Section 197 read with Rule, 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, there were no employees drawing remuneration more than the prescribed limit during the year under review and the Corporation has its all personnels deputed from the Govt. of Rajasthan/State PSUs. The Corporation has made remittances towards Pension Contribution, Provident Fund, Gratuity, State Insurance and Other contributions to the respective Departments/Parent Organizations in respect of these personnel.

9. **Personnel and Industrial Relations**

Happy and pleasant relations continued throughout the year between the management and the employees of the Corporation.

10. **Number of Board Meetings**

During the Financial Year 2021-22, the following meetings of the Board of Directors of the Company were held as on the date mentioned below:

S.No.	Date of meeting
76 th BOD	28.07.2021
77 th BOD	01.11.2021
78 th BOD	28.02.2022
79 th BOD	28.03.2022

The table given below shows the attendance of the directors –

Name of Director	No of Meetings attended by the Director /Total no of Meetings of his period
Shri T. Ravikanth	2/2
Dr. Joga Ram	2/2
Smt. Shivangi Swarnkar	1/4
Shri Sukhaveer Saini	4/4
Shri L.D. Sharma	3/4
Shri Vijay Garg	0/4
Shri Suresh Chand Gupta	2/2
Shri Ravi Jain	1/4
Shri Naresh Kumar Thakral	3/4
Shri Chetan Ram Deora	2/2

11. Details of Directors and Key Managerial Personnels

During the financial year, the change in the position of Directors/KMP on the Board of Directors of the Company has been as follows:-

Shri Suresh Chand Gupta was appointed Chairman cum Managing Director of the Board of the Company w.e.f. 19.01.2022 in place of Shri T. Ravikanth till 31.07.2022.

Shri Ravi Jain was appointed Director of the Board of the Company in place of Shri Abhishek Bhagotia w.e.f. 08.04.2021 till 14.04.2022.

Shri Naresh Kumar Thakral has been appointed Director of the Board of the Company w.e.f. 09.04.2021 in place of Shri Sudhir Kumar Sharma.

Shri Chetan Ram Deora was appointed Director of the Board of the Company w.e.f. 17.01.2022 in place of Dr. Joga Ram till 14.04.2022.

After 31.03.2022, the following changes were made in the status of directors..-

Dr. Krishna Kant Pathak has been appointed Chairman cum MD of the Company in place of Shri Suresh Chand Gupta w.e.f. 01.08.2022.

Shri Prakash Rajpurohit was appointed director of the Board of the Company w.e.f. 14.04.2022 in place of Shri Chetan Ram Deora till 03.08.2022.

Shri Ravi Kumar Surpur has been appointed director of the Board of the Company in place of Shri Ravi Jain w.e.f. 14.04.2022.

Shri Kumar Pal Gautam has been appointed director of the Board of the Company in place of Shri Prakash Rajpurohit w.e.f. 03.08.2022.

Being an undertaking of Government of Rajasthan (GoR), all the directors of the Company are appointed by the GoR by virtue of their posts held in the GoR from time to time.

We place on record our deep appreciation of the valuable advice and guidance, the Corporation received from the members of the Board, during the year as Directors of the Board of the Corporation.

12. **Change in nature of business**

During the year under review the Corporation has been engaged in the business of canalizing IMFL and Beer only. Therefore, no change has taken place in the nature of the business.

13. **Extract of Annual Return**

The relevant extract of Annual Return in format MGT-9 for the FY 2021-22 is given in Annexure- I enclosed with this report.

14. **Particulars of Loan, Guarantees and Investments under Section 186**

As per Section 186 of Companies Act, 2013 the Company was not having any loans, guarantees and investments during the year under review.

15. **Particulars of contracts or arrangements with related parties**

There were no contracts or arrangements with related parties in the Corporation, referred to in Section 188(1) of the Companies Act, 2013.

16. **Auditors:**

16.1 **Statutory Auditors**

Appointment of Statutory Auditors of the Company is done by the Comptroller & Auditor General of India (C&AG). M/s Gopal Sharma & Co. (Chartered Accountants), Jaipur were appointed by the CAG for undertaking the Statutory audit for the year 2021-22.

The Company has received a certificate from the auditors to the effect that their re-appointment, if made, would be in accordance with the provisions of section 141 of the Companies Act, 2013.

16.2 **Explanation to Statutory Auditors' Remarks**

The qualifications/observations of the auditors given in the Auditors' Report are self explanatory and have been explained/clarified, wherever necessary, in the notes to the Financial Statements.

16.3 **Secretarial Audit Report**

In Pursuant to provisions of section 204 of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 the Company appointed Mahendra Khandelwal & Co. (a firm of Company Secretaries in practice), Jaipur to undertake the Secretarial Audit of the Company. The Secretarial Audit Report for the financial year ended March 31, 2022 is herewith enclosed as Annexure- II to this Report.

17. **Audit Committee**

As per the requirements of the Section 177 of the Companies Act, 2013 and after appointment of Independent Directors, Audit Committee has been re-constituted in following manner on 23.10.2020 -

1. Executive Director	-	Chairman of the Committee.
2. Shri Vijay Garg	-	Member.
3. Shri LD Sharma	-	Member.

One meeting of Audit Committee was held on 01.11.2021 where all Director members except Shri Vijay Garg were present.

18. Nomination & Remuneration Policy & Committee

As per the requirements of the Section 178 of the Companies Act, 2013 and after appointment of Independent Directors, the Nomination & Remuneration Committee was re-constituted in the following manner on 23.10.2020 -

- | | | |
|------------------------|---|----------------------------|
| 1. Shri Vijay Garg | - | Chairman of the Committee. |
| 2. Excise Commissioner | - | Member. |
| 3. Shri L.D. Sharma | - | Member. |

Being a GoR undertaking, there is no separate policy but Company is following State Government rules in this regard.

19. Declaration by Independent Directors and meeting.

Declarations have been given by the Independent Directors that they are not disqualified to be appointed as Independent Directors of the Company. No meeting of Independent Directors was held during the financial year under review.

20. Corporate Social Responsibility (CSR) Policy & Committee.

Company has identified following CSR activities under a project to be implemented in different rural areas against the CSR liability for the financial year 2021-22 :-

1. Financial Assistance to Orphanage/ Viminditgrah/Balgrah/ Women shelter home.
2. To identify the areas of illicit liquor production and social and economic upliftment of the workers and their family members involved in the business. Financial assistance and assistance in kind in the school of these areas.
3. Financial assistance for Sanitation.
4. Water Cooler/Library/Dormitory assistance in the hostels maintained by ICDS/TAD/ and Kasturba Hostels and girls hostels run by SAMSA.
5. Financial assistance in School Education and for its up gradation with IT enabled computer labs.
6. Any other assistance in Social Justice Welfare.
7. Financial assistance for plantation including its maintenance.

As per the requirements of the Section 135 of the Companies Act, 2013 and after appointment of Independent Directors, CSR Committee was re-constituted in the following manner on 23.10.2020 -

- | | | |
|------------------------------------|---|----------------------------|
| 1. Shri LD Sharma | - | Chairman of the Committee. |
| 2. Secretary, Finance(Revenue) GoR | - | Member. |
| 3. Executive Director | - | Member. |

One meeting of CSR Committee was held on 23.03.2022 where all director members were present.

The unspent CSR amount of ₹ 73.09 lakhs has been transferred in a separate Bank account opened for this purpose. The disclosures as per Rule 9 of Companies (Corporate Social Responsibility Policy) Rules, 2014 are made in Annexure III.

21. **Details of Subsidiary, Joint Venture or Associates**

During the FY 2021-22, there was no Subsidiary, Joint Venture or Associate company of the Company.

22. **Risk Management**

Risks are events, situation or circumstances which may lead to negative consequences on the Company's businesses. Risk Management is a structured approach to manage uncertainty. The Corporation is running on real time online basis. By this, all the commercial activities of the Corporation have been channelized through login/password facility ensuring true transparency in corporate functioning. The elements of risk are very minimal in the Corporation. There are 40 godowns of the Corporation all over Rajasthan which have been insured with material and all sales made by the Corporation are on cash basis. Even payment of purchases has been made after the sale as per the Liquor Sourcing Policy of the Corporation. Corporation is formulating a proper risk management policy.

23. **Details of significant & material orders passed by the regulators or courts or tribunal**

No significant and material orders have been passed by any regulators or courts or tribunals impacting the going concern status and Company's operations in future.

24. **Statement in respect of adequacy of Internal Financial Control with reference to the Financial Statements**

There has been adequate system of internal control to safeguard and protect from loss, unauthorized use or disposition of its assets in the Company. All the transactions have been properly authorized, recorded and reported to the Management. The Company has been following all the applicable Accounting Standards for proper maintenance of the books of accounts and reporting financial statements. Internal Auditors are having regular and close watch over the Internal Financial Control system of the Company which is subsequently also discussed in the various meetings of Audit Committee of the Board.

25. **Deposits**

In the beginning of the FY 2021-22, there were no deposits lying with the Company and further it is clarified that no money has been received which fall under the category of deposits during the FY 2021-22.

26. **General**

Your Directors state that no disclosure or reporting is required in respect of the following items as there were no transactions on these items during the year under review:

- i. Issue of equity shares with differential rights as to dividend, voting or otherwise.
- ii. Issue of shares (including sweat equity shares) to employees of the Company under any scheme.

- iii. Pursuant to Section 148 of the Companies Act, 2013 read with the Companies (Cost Records and Audit) Amendment Rules, 2014, the cost audit records maintenance was not applicable on the Company, so there was no requirement of Cost Auditor.
- iv. The provision of section 134(3)(p) relating to Board evaluation was not applicable on the Company during the year as the paid up share capital of the Corporation is less than ₹ 25.00 Crores. Further, it is not applicable on the Government companies as per MCA Notification G.S.R. 463(E) dated 05.06.2015.
- v. The provisions of section 177(10) of the Companies Act, 2013 are not applicable on the Company therefore, the Company, has not constituted Vigil Mechanism/Whistle Blower Policy.
- vi. There were no frauds found which have been reported to the Audit Committee/Board but not to Govt. of India for disclosure.

Your Directors further state that during the year under review, there were no cases filed pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

Acknowledgment

Your Directors express their sincere appreciation of the loyal and exemplary services rendered by the officers and staff of the Corporation in achieving significant results during the year under review and also confident that officers and staff will continue to strive hard to improve the performance of the Corporation in the years to come. The Board of Directors also take this opportunity to record their deep sense of gratitude to the Central Government/State Government/Company Bankers/other autonomous bodies for their cooperation and valuable assistance given to the Corporation during the year under review.

For and on behalf of the Board of Directors

Place: JAIPUR
Date: 23.09.2022

Sd/-
(Sukhaveer Saini)
Executive Director
DIN: 08421483

Sd/-
(Krishna Kant Pathak)
CMD
DIN: 08328847

Form No. MGT-9
 EXTRACT OF ANNUAL RETURN
 as on the financial year ended on 31.03.2022
 [Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the
 Companies (Management and Administration) Rules, 2014]

I REGISTRATION AND OTHER DETAILS :										
1	CIN:-	U15511RJ2005SGC020336								
2	Registration Date	24/02/2005								
3	Name of the Company	RAJASTHAN STATE BEVERAGES CORPORATION LIMITED								
4	Company	State Government Company								
5	Address of the Registered Office and contact details	Vitta Bhawan, D-Block, First Floor, Jyoti Nagar, Janpath, Jaipur-302005 0141-2744233/34, Fax; 0141-2744237 E-mail-cs@rsbcl.net, Web: www.excise.rajasthan.gov.in,								
6	Whether listed company Yes / No	NO								
7	Name, Address and Contact details of Registrar and Transfer Agent, if any	N/A								
II PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY										
All the business activities contributing 10 % or more of the Total turnover of the company shall be stated:-										
Sl. No.	Name and Description of main products / services	NIC Code of the Product/ service	% to Total turnover of the company							
1	Purchase and sale of IMFL and Beer	9961126	100							
III PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES -										
Sl. No.	NAME AND ADDRESS OF THE COMPANY	CIN/GLN								
1	NOT APPLICABLE									
2										
3										
IV SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)										
I Category-wise Share Holding										
Category of Shareholders		No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
		Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A) Promoters										
1) Indian										
a	Individual/ HUF	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
b	Central Govt	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
c	Sate Govt (S)	0	200000	200000	100	0	200000	200000	100	NIL
d	Bodies Corp	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
e	Bank /FI	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
f	Any Others	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
Sub-Total (A) (1):-		0	200000	200000	100.00	0	200000	200000	100.00	NIL
2) Foreign										
a	NRIs - Individuals	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
b	Other - Individuals	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
c	Bodies Corp.	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
d	Banks / FI	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
e	Any Others	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
Sub-Total (A) (2):-		0	0	0	0	0	0	0	0	NIL
Total shareholding of Promoter (A) = (A)(1)+(A)(2)		0	200000	200000	100.00	0	200000	200000	100.00	NIL
B. Public Shareholding										
1) Institutions										
a	Mutual funds	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
b	Banks / FI	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
c	Central Govt	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
d	Sate Govt (S)	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
e	Venture Capital Funds	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
f	Insurance Companies	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
g	FIIIs	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
h	Foreign Venture Capital Funds	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
i	Others (Specify)	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
Sub-Total (B) (1):-		NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL

2) Non- Institutions											
a Bodies Corp											
		i) Indians	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
		ii) Overseas	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
b Individuals											
		i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
		ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
		c Others (Specify) Non Residential Individual	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
		Sub-Total (B) (2):-	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
		Total Public Shareholding (B)=(B)(1)+(B)(2)	0	0	0	0.00	0	0	0	0.00	NIL
		C) Shares held by Custodian for GDRs & ADRs	0	0	NIL		0	0	NIL		
		Grand Total (A+B+C)	0	200000	200000	100.00	0	200000	200000	100.00	NIL
II Shareholding of Promoters											
SL NO	Shareholders's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in share holding during the year			
		no of Shares	%of Shares Pledged / encumbered to Total Shares		no of Shares	%of Shares Pledged / encumbered to Total Shares					
1	His Excellency, The Governor of Rajasthan Through Principal Secretary to Government, Finance Department, Government Of Rajasthan.	199992	NIL		199992	NIL		NIL			
2*	Shri T. Ravikanth	1	NIL		0	NIL		100			
3*	Shri Sudhir Kumar Sharma	1	NIL		0	NIL		100			
4*	Shri Abhishek Bhagotia	1	NIL		0	NIL		100			
5*	Shri Sukhaveer Saini	1	NIL		1	NIL		NIL			
6*	Smt. Shivangi Swarnakar	1	NIL		1	NIL		NIL			
7*	Smt. Tina Dabi	1	NIL		1	NIL		NIL			
8*	Shri Ravi Jain	0	NIL		1	NIL		100			
9*	Shri Naresh Kumar Thakral	0	NIL		1	NIL		100			
10*	Dr. Joga Ram	1	NIL		0	NIL		100			
11*	Shri Chetan Ram Deora	0	NIL		1	NIL		100			
12*	Shri Omkar Mal Rajotiya	1	NIL		0	NIL		100			
13*	Shri Jaswant Singh	0	NIL		1	NIL		100			
14*	Shri Suresh Chand Gupta	0	NIL		1	NIL		100			
	Total	200000	NIL		200000	NIL		NIL			
NOTE: *all are nominees of State Government											
III Change in Promoters' Shareholding (please specify, if there is no change)											
SL. No		Shareholding at the beginning of the year/ End of the year		Cumulative Shareholding during the year							
		No. of Shares	% of Total Shares of the company	No. of Shares	% of Total Shares of the company						
	At the beginning of the year										
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat etc.)	No Change		No Change							
	At the End of the year										
IV Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):											

Sl. No	For Each of the Top Ten Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the year					
		No. of Shares	% of Total Shares of the company	No. of Shares	% of Total Shares of the company				
1	At the beginning of the year								
2	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat etc.)	NOT APPLICABLE							
3	At the End of the year (or on the date of seperation, if separated during the year)								
V	Shareholding of Directors and Key Managerial Personnel:								
Sl. No	For Each of the Directors and KMP	Shareholding at the End of the year		Cumulative Shareholding during the year					
		No. of Shares	% of Total Shares of the company	No. of Shares	% of Total Shares of the company				
A.) Shri T. Ravikanth, CMD of the company									
1	At the beginning of the year	1	0.0005%	1	0.0005%				
2	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat etc.)	One Share Transferred from Shri T. Ravikanth to Shri Suresh Chand Guptas on 28.02.2022							
3	At the End of the year	0	0	0	0				
B.) Shri Suresh Chand Gupta, CMD of the company									
1	At the beginning of the year	0	0	0	0				
2	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat etc.)	One Share Transferred from Shri T. Ravikanth to Shri Suresh Chand Guptas on 28.02.2022							
3	At the End of the year	1	0.0005%	1	0.0005%				
C.) Shri Abhishek Bhagotia, Director of the company									
1	At the beginning of the year	1	0.0005%	1	0.0005%				
2	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat etc.)	One Share Transferred from Shri Abhishek Bhagotia to Shri Ravi Jain on 28.07.2021							
3	At the End of the year	0	0	0	0				
D.) Shri Ravi Jain, Director of the company									
1	At the beginning of the year	0	0	0	0				
2	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat etc.)	One Share Transferred from Shri Abhishek Bhagotia to Shri Ravi Jain on 28.07.2021							
3	At the End of the year	1	0.0005%	1	0.0005%				
E.) Shri Naresh Kumar Thakral, Director of the company									
1	At the beginning of the year	0	0	0	0				
2	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat etc.)	One Share Transferred from Shri Sudhir Kumar Sharma to Shri Nares Kumar Thakral on 28.07.2021							
3	At the End of the year	1	0.0005%	1	0.0005%				

F.) Shri Sudhir Kumar Sharma, Director of the company									
1	At the beginning of the year	1	0.0005%	1	0.0005%				
2	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat etc.)	One Share Transferred from Shri Sudhir Kumar Sharma to Shri Naresh Kumar Thakral on 28.07.2021							
3	At the End of the year	0	0	0	0				
G.) Smt. Shivangi Swarnakar, Director of the company									
1	At the beginning of the year	1	0.0005%	1	0.0005%				
2	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat etc.)	No Change							
3	At the End of the year	1	0.0005%	1	0.0005%				
H.) Shri Joga Ram Director of the Company									
1	At the beginning of the year	1	0.0005%	1	0.0005%				
2	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat etc.)	One Share Transferred from Dr. Joga Ram to Shri Chetan Ram Deora on 28.02.2022.							
3	At the End of the year	0	0	0	0				
I.) Shri. Sukhaver Saini, Executive Director of the company									
1	At the beginning of the year	1	0.0005%	1	0.0005%				
2	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat etc.)	No Change							
3	At the End of the year	1	0.0005%	1	0.0005%				
J.) Shri Chetan Ram Deora , Director of the company									
1	At the beginning of the year	0	0	0	0				
2	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat etc.)	One Share Transferred from Dr. Joga Ram to Shri Chetan Ram Deora on 28.02.2022.							
3	At the End of the year	1	0.0005%	1	0.0005%				
NOTE: ALL DIRECTORS ARE NOMINEE OF STATE GOVERNMENT.									
V INDEBTEDNESS									
Indebtedness of the Company including interest outstanding/accrued but not due for payment									
		Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness				
	Indebtedness at the beginning of the financial year								
I	Principal Amount	NIL	NIL	NIL	NIL				
II	Interest due but not paid	NIL	NIL	NIL	NIL				
III	Interest accrued but not due	NIL	NIL	NIL	NIL				
	Total (i+ii+iii)	NIL	NIL	NIL	NIL				
	Change in Indebtedness during the financial year								
	Addition	NIL	NIL	NIL	NIL				
	Reduction	NIL	NIL	NIL	NIL				
	Net Change	NIL	NIL	NIL	NIL				
	Indebtedness at the end of the								
I	Principal Amount	NIL	NIL	NIL	NIL				
II	Interest due but not paid	NIL	NIL	NIL	NIL				
III	Interest accrued but not due	NIL	NIL	NIL	NIL				
	Total (i+ii+iii)	NIL	NIL	NIL	NIL				
VI REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL									
A Remuneration to Managing Director, Whole-time Directors and/or Manager									

Sl. no.	Particulars of Remuneration	Name of WTD/ Manager	Total Amount								
		Shri Sukhaveer Saini									
1	Gross salary	2349263	2349263								
2	Stock Option										
3	Sweat Equity										
4	Commission										
	as % of profit										
	others, specify										
5	Others, please specify										
	Total (A)	2349263	2349263								
	Ceiling as per the act										
B	Remuneration to other directors										
Sl. no.	Particulars of Remuneration	Name of Directors	Total Amount								
1	Independent Directors										
	Fee for attending board committee meetings	NIL									
	Commission										
	Others, please specify										
	Total (1)										
2	Other Non-Executive Directors										
	Fee for attending board committee meetings	NIL									
	Commission										
	Others, please specify										
	Total (2)										
	Total (B)=(1+2)	NIL									
	Total Managerial Remuneration										
	Overall Ceiling as per the Act										
C	REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD										
Sl. no.	Particulars of Remuneration	Key Managerial Personnel									
		CEO	COMPANY SECRETARY	CFO	TOTAL						
1	Gross salary	NOT APPLICABLE									
a	Salary as per provision contained in Section 17(1) of the Income Tax Act, 1961										
b	Value of perquisites u/s 17(2) Income-tax Act, 1961										
c	Profits in lieu of salary under section 17(3) Income- tax Act, 1961										
2	Stock Option										
3	Sweat Equity										
4	Commission										
	as % of profit										
	others, specify										
5	Others, please specify										
	Total										
VI	PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:										
Type	Section of the Companies Act	Brief Discription	Details of Penalty / Punishment / Compounding fees imposed	Authority (RD/NCLT/ Court)	Appeal Made If any (Give Details)						
A	COMPANY		NOT APPLICABLE								
	Penalty										
	Punishment '1										
	Compounding										
A	DIRECTORS										
	Penalty										
	Punishment '1										
	Compounding										
A	OTHER OFFICERS IN DEFAULT										
	Penalty										
	Punishment '1										
	Compounding										

MAHENDRA KHANDELWAL & COMPANY

Company Secretaries

Address: 202, Prism Tower, Opp. PHQ, Lalkothi, Tonk Road, Jaipur-302015

Phone No. 0141-4112199 • Mobile: +91-9828046652 • E-Mail: mahendra927@gmail.com

Form No. MR-3

Secretarial Audit Report

For the Financial Year ended 31st March, 2022

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

To,
The Members,
RAJASTHAN STATE BEVERAGES CORPORATION LIMITED
Vitta Bhawan, D-Block, First Floor, Jyoti Nagar,
Janpath, Jaipur-302005

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **RAJASTHAN STATE BEVERAGES CORPORATION LIMITED** (hereinafter called as the Company) incorporated on 24th February, 2005 having CIN U15511RJ2005SGC020336 and registered office at Vitta Bhawan, D-Block, First Floor, Jyoti Nagar, Janpath, Jaipur-302005. Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the company has, during the audit period covering the financial year ended on **31st March, 2022** complied with the statutory provisions listed here under and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by **RAJASTHAN STATE BEVERAGES CORPORATION LIMITED** for the financial year ended on 31st March, 2022 according to the provisions of:

- i. The Companies Act, 2013 (the Act) and the rules made there under;
- ii. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under; **Not applicable as the company in unlisted public company.**
- iii. The Depositories Act, 1996 and the Regulations and Bye-laws framed there under; **Not applicable as the company in unlisted public company.**
- iv. Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings; **Not applicable as the company has not entered any such transactions.**
- v. The Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') viz.;

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- a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011; **[Not applicable]**
- b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992; **[Not applicable]**
- c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009; **[Not applicable]**
- d) The Securities and Exchange Board of India (Share based Employee benefits) Regulations, 2014; **[Not applicable]**
- e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; **[Not applicable]**
- 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 client; **[Not applicable]**
- g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; **[Not applicable]** and
- h) The Securities and Exchange Board of India (Buy back of Securities) Regulations, 1998; **[Not applicable]**

- vi. The Management had identified and confirmed the following laws which are specifically applicable to the company are as follows:
 - a) Industrial Disputes Act, 1947
 - b) Workmen's Compensation Act, 1923
 - c) Food Safety and Standards Act, 2006
 - d) Legal Metrology Act, 2009
 - e) The Indian Contract Act, 1872.
 - f) The Special Economic Zone Act, 2005.
 - g) The Export and Import Policy of India
 - h) The Trade Mark Act, 1999
 - i) The Indian Copyright Act, 2005
 - j) The Patents Act, 1970
 - k) The Trade Unions Act, 1926
 - l) The Employees' Provident Fund & Miscellaneous Provisions Act, 1952
 - m) The Employees' State Insurance Act, 1948
 - n) Equal Remuneration Act, 1976
 - o) Any other Applicable Laws

We have also examined compliance with the applicable clauses of the following:

- a) **Secretarial Standards issued by The Institute of Company Secretaries of India.**

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

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- The expense to be made towards the corporate social responsibility has been transferred towards the separate bank account for payment as per the discretion of the Board.

We further report that

- a) There are changes in the composition of the Board of Directors that took place during the period under review and were duly carried out in compliance with the provisions of the Act.
- b) Adequate notice is given to all directors to schedule the Board Meetings, agenda were sent, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.
- c) None of the directors in any meeting dissented on any resolution and hence there was no instance of recording any dissenting member's view in the minutes.
- d) All the decisions of the Board and Committees were carried out with requisite majority.

We further report that based on review of compliance mechanism established by the company and on the basis of Compliance Certificate(s) issued by the Company Secretary and taken on record by the board of directors at their meeting(s), we are opinion that 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:

- As informed, the company has responded appropriately to notices received, from various statutory/regulatory authorities including initiating actions for corrective measures, wherever found necessary.

We further report that during the audit period there were no specific events/actions which are having major bearing on the Company's affairs in pursuant of the above referred laws, rules, regulations, guidelines, standards.

For Mahendra Khandelwal & Company
Practicing Company Secretaries

sd/-

Mahendra Prakash Khandelwal
Proprietor

M No: 6266

C P No: 4459

UDIN: F006266D000937504

Date: August 25, 2022

Place: Jaipur

* This report is to be read with our letter of even date which is annexed as **Annexure-A** and forms integral part of this report.

MAHENDRA KHANDELWAL & COMPANY

Company Secretaries

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Annexure-A

To,
The Members,
Rajasthan State Beverages Corporation Limited
Vitta Bhawan, D-Block, First Floor, Jyoti Nagar,
Janpath, Jaipur-302005

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

1. Maintenance of secretarial record is the responsibility of the management of the company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. It is management's responsibility, to identify the Laws, Rules, Regulations, Guidelines and Directions which are applicable to the Company depending upon the industry in which it operates and to comply and maintain these records with same in letter and in spirit.
3. We 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. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
4. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.
5. Where ever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
6. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
7. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.
8. The maximum liability of our firm under the secretarial audit in respect of the aggregate of all claims shall not exceed the fee charged by me.

For Mahendra Khandelwal & Company
Practicing Company Secretaries

sd/-

Mahendra Prakash Khandelwal
Proprietor

M No: 6266

C P No: 4459

UDIN: F006266D000937504

Date: August 25, 2022

Place: Jaipur

CORPORATE SOCIAL RESPONSIBILITY

The CSR Policy was approved by the Board of Directors in its meeting held on 30.12.2015. This policy encompasses the company's philosophy for delineating its responsibility as a corporate citizen and lays down the guidelines and mechanism for undertaking socially useful programs for welfare & sustainable development of the community at large is titled as the "RSBCL CSR Policy". This policy shall apply to all CSR initiatives and activities taken up by RSBCL for the benefit of different segments of the society, specifically the deprived, under privileged and differently abled persons.

Objective of the RSBCL CSR Policy is to directly or indirectly take up programs that benefit the communities over a period of time in enhancing the quality of life & economic well-being of the public at large in the State and to generate through its CSR initiatives, a community goodwill for RSBCL and help reinforces a positive & socially responsible image of RSBCL as corporate entity like.

Providing essential facilities for better quality of life to the needy-

- To distribute free uniforms to the poor students of Govt. Schools especially in the State of Rajasthan.
- Help to differently abled people by way of providing artificial limbs, tools, aid appliances etc.
- Relief to victims of Natural Calamities like Earth Quake, Cyclone, Drought and Flood situation etc in any part of the State of Rajasthan.
- Disaster Management Activities including those related to mitigation.
- Eradicating hunger, poverty and malnutrition, promoting preventive health care and making available safe drinking water.
- Promoting education, including special education and employment enhancing vocation skills especially among children, woman, elderly and the differently abled and livelihood enhancement projects.

Infrastructure development-

- Construction of toilets in Govt. Girls schools. Construction of / in Govt. Schools, Colleges, Hospitals, CHC, PHC Sub Centre & other Govt. Hospitals and providing infrastructure support & equipments for Government Hospitals.
- Repair and maintenance of different link roads so that the movement of the people in vicinity can be facilitated.
- RSBCL may adopt village preferably in its immediate vicinity. The existing roads of the village may be strengthened, sanitary facilities may be provided,
- To contribute in Swachh Bharat Abhiyan.
- To part finance/contribute as public share in the Govt. Schemes with public participation (Jan Sahabhagita Yojna) if such contribution is covered under the rules of the Scheme, taken up by any Govt. Deptt. in Rajasthan for the activities covered under Schedule-VII of Companies Act, 2013.
- RSBCL may organize and provide financial assistance to district level games/tournaments.
- RSBCL may organize and provide financial assistance to district/other libraries by providing books/furniture etc.
- RSBCL may organize and provide financial assistance for organizing Health Camps, various rallies for awareness etc.

CSR COMMITTEE :

The CSR Committee was comprising of following three Directors:-

1. Secretary, Finance (Revenue), GoR
2. Excise Commissioner
3. Woman Director

After appointment of Independent directors, CSR Committee was re-constituted in the following manner on 23.10.2020-

1. Shri LD Sharma
2. Secretary, Finance (Revenue), GoR
3. Executive Director

During the year 2021-22, total liability for CSR activities was ascertained to ₹ 73.09 lakhs as follows-

(₹ in lakh)

Adjusted Profit for FY 2018-19	3210.72
Adjusted Profit for FY 2019-20	3291.40
Adjusted Profit for FY 2020-21	4460.76
Total Profit for the last three years	10962.88
Average Profit of last three years	3654.29
2% of Average Profit	73.09

CSR project or activity identified	Amount Sanctioned for the CSR project or activity	Amount spent on or before 31.03.2022
1. Financial Assistance to Orphanage/ Viminditgrah / Balgrah/ Women shelter home. 2. Social and economic upliftment of the workers and their family members involved in the business of illicit liquor production and Financial and assistance in kinds in the school of these areas. 3. Financial assistance for Sanitation. 4. Water Cooler/Library/Dormitory assistance in the Hostels maintained by ICDS/TAD/and Kasturba Hostels and girls hostels run by SAMSA. 5. Financial assistance in school Education and for its up gradation with IT enabled computer labs. 6. Any other assistance in Social Justice Welfare. Financial assistance for plantation including its maintenance	₹ 73.09 lakhs	Nil* *The unspent CSR amount of ₹ 73.09 lakhs has been transferred in a separate Bank account opened for this purpose.

This is to certify that the implementation and monitoring of CSR Policy is in compliance with CSR objectives and Policy of the company.

For and on behalf of the Board of Directors

Sd/-
(Sukhaveer Saini)
 Executive Director
 DIN: 08421483

Sd/-
(K.K. Pathak)
 Chairman cum Managing Director
 DIN : 08328847

Place: JAIPUR
 Date: 23.09.2022

AUDITORS' REPORT	REPLY
Annexure-1 to the Auditor's Report of Rajasthan State Beverages Corporation Limited (The Annexure referred to in Independent Auditors' Report to the Members of the Company on the financial statements for the year ended 31st March 2022, we report that :-)	
(i) In respect of Fixed Assets:	
(a) (i) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipments. (ii) The Company has maintained proper records showing full particulars of Intangible Assets.	No Comments
(b) The major Property, Plant and Equipments of the company have been physically verified by the management at reasonable intervals during the year and no material discrepancies were noticed on such verification.	No Comments
(c) According to the information and explanation given to us, the title deeds of the immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee) are held in the name of the company.	No Comments
(d) The Company has not revalued its Property, Plant and Equipments (including Right of Use assets) or intangible assets or both during the year.	No Comments
(e) According to the information and explanation given to us, no proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder during the year.	No Comments
(ii) in respect of Inventories:	
(a) The management has conducted physical verification of inventory at reasonable intervals during the year, in our opinion, the coverage and procedure of such verification by the management is appropriate. As informed to us, any discrepancies of 10% or more in the aggregate for each class of inventory were not noticed on such verification. (b) The company has no working capital limits in excess of five crore rupees (at any point of time during the year), in aggregate, from banks or financial institutions on the basis of security of current assets. Accordingly, the provisions of clause 3(ii) of the Order are not applicable.	No Comments
(iii) The Company has during the year, not made 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. Accordingly, the provisions of clause 3 (iii) of the order are not applicable.	No Comments
(iv) The company has not granted any loan, made investment, given guarantees as explained to us. Further, the provisions of section 185 and 186 of the Companies Act, 2013 have been complied by the company.	No Comments
(v) The Company has not accepted any deposits or amounts which are deemed to be deposits under the directives of the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed thereunder, where applicable. Accordingly, the provisions of clause 3(v) of the Order are not applicable.	No Comments
(vi) To the best of our knowledge and belief, the Central Government has not specified maintenance of cost records under sub-section (1) of Section 148 of the Act, in respect of Company's products/ services. Accordingly, the provisions of clause 3(vi) of the Order are not applicable.	No Comments
(vii) (a) The Company is regular in depositing undisputed statutory dues including Goods and Services Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues, as applicable, with the appropriate authorities. Further, no undisputed amounts payable in respect thereof were outstanding at the year-end for a period of more than six months from the date they became payable. (b) The dues outstanding in respect of Goods and Services Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues on account of any dispute, are as follows:	No Comments

Name of the statute	Nature of dues	(₹ in Lakhs)	Amount Paid Under Protest	Period to which the amount relates	Forum where dispute is pending	
Service Tax/CGST & Central Excise Commissionerate, Jaipur	Service Tax	719.26	25.69	April 2015 To June 2017	I. CESTAT, Delhi	The Commissioner of CGST & Central Excise Commissionerate has issued show cause notice of ₹ 1712.17 Lakhs as service tax on the gross margin under the service tax category Business Auxiliary Service up to June-2017 (for the F.Y 2015-16 to 2017-18). The commissioner has finalized the order Dated 31.5.19 in which it has raised demand of service tax amounting to ₹ 3,42,50,377/-, interest Amounting to ₹ 3,42,50,377/-, penalty amounting to ₹ 34,25,037/- Total ₹ 7,19,25,791/-. RSBCL has filed an appeal against the said order of the Commissioner in CESTAT New Delhi. As per the detail provided by the Company Counsel, corporation has deposited 7.5% of demand amounting to ₹ 25,68,788/- order protest on dated 29.07.2019 and Filed the CESTET appeal against OIO/OIA: JAI-EXCUS-000-COM-15-16-19-20 on 02-09-2019.
	Service Tax	842.33	21.05	April 2011 To March 2015	II. CESTAT, Delhi	The Commissioner of Central Excise Jaipur-I raised a show cause notice dated 18/11/2016 of ₹ 2053.17 Lacs as service tax on the gross margin and other receipts under the service tax category Business Auxiliary Service from April 2011 to March 2015 for the above show cause notice of ₹ 2053.17 Lakhs corporation has submitted detailed reply along with own order of the Hon'ble Rajasthan High Court. The Commissioner has finalized the order against the corporation dated 31-05-2019 in which it has raised demand of service tax amounting to ₹ 2,80,71,100/-, interest amounting to ₹ 2,80,71,100/-, penalty amounting to ₹ 2,80,71,100/-, penalty amounting to ₹ 20,000/- total ₹ 8,42,33,300/- RSBCL has filed an appeal against the said order of the Commissioner in CESTAT New Delhi. As per the detail provided by the Company Counsel, corporation has deposited 7.5% of demand amounting to ₹ 21,05,332/- order protest on dated 29.07.2019 and Filed the CESTET appeal against OIO/OIA: JAI-EXCUS-000-COM-15-16-19-20 on 02-09-2019.

Income tax	TDS	0.75	0.00	2018-19	TDS ward	The demand in TDS is Related to wrong PAN given by the licensee on account of sales and TCS collected by the RSBCL. RSBCL is continuously collecting correct PAN of licensee whose PAN is wrong, so that the demand can be resolve by RSBCL on continuously and timely Basis
	TDS	1.26	0.00	2019-20	TDS ward	
	TDS	26.52	0.00	2020-21	TDS ward	
	TDS	11.25	0.00	2021-22	TDS ward	
(viii)	According to the information and explanation given to us, 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, the requirement to report on clause 3(viii) of the order is not applicable to the Company.					No Comments
(ix)	The Company has no borrowing, including debt securities during the year. Accordingly, the requirement to report on clause 3(ix) of the order is not applicable to the Company.					No Comments
(x)	<p>(a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year;</p> <p>(b) According to the information and explanation given to us, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year. Accordingly, the requirement to report on clause 3(x) of the Order is not applicable to the Company.</p>					No Comments
(xi)	<p>(a) According to the information and explanation given to us, any fraud by the company or any fraud on the company has not been noticed or reported during the year;</p> <p>(b) According to the information and explanation given to us, no report under subsection (12) of section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government;</p> <p>(c) According to the information and explanation given to us, no whistle-blower complaints were received during the year by the company;</p>					No Comments
(xii)	Company is not a Nidhi company, accordingly provisions of the Clause 3(xii) of the order is not applicable to the company.					No Comments
(xiii)	According to the information and explanations given to us, we are of the opinion that all transactions with related parties are in compliance with Section 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements etc., as required by the Accounting Standard sand the Companies Act, 2013.					No Comments
(xiv)	<p>(a) According to the information and explanations given to us, the company has an internal audit system commensurate with the size and nature of its business;</p> <p>(b) The internal audit reports of the Company issued till the date of the audit report, for the period under audit have been considered by us.</p>					No Comments
(xv)	According to the information and explanations given to us, we are of the opinion that the company has not enter edin to any non-cash transactions with directors or persons connected with him and accordingly, the provisions of clause 3(xv) of the Order is not applicable.					No Comments
(xvi)	The provisions of section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934) are not applicable to the Company. Accordingly, the requirement to report on clause 3(xvi) of the Order is not applicable to the Company.					No Comments
(xvii)	According to the information and explanations given to us and based on the audit procedures conducted we are of opinion that the company has not incurred any cash losses in the financial year and the immediately preceding financial year;					No Comments

(xviii)	There has been no resignation of the statutory auditors during the year and accordingly, the provisions of clause 3(xviii) of the Order is not applicable;	No Comments
(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, 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 incapable 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.	No Comments
(xx)	The company has transferred unspent amount to a Fund specified in Schedule VII to the Companies Act within a period of six months of the expiry of the financial year in compliance with second proviso to sub-section (5) of section 135 of the said Act.	No Comments
(xxi)	The reporting under clause (xxi) is not applicable in respect of audit of standalone financial statements of the Company. Accordingly, no comment has been included in respect of said clause under this report.	No Comments

Emphasis on Matter

(i)	The Corporation is recording purchases, sales, opening Stock, Closing Stock, Rate revision through Integrated Excise management system (IEMS) software for which safe host audit/system audit (Information Technology Audit) was to be carried out by Rajcomp Info Services Ltd every year. (A Govt. of Rajasthan undertaking). During the financial year 2021-2022 the security audit was not conducted. The security audit was conducted on 03rd August 2022 after the last security audit dated 10th August 2020. As per information and explanation given by the management, all observations raised in security audit have been resolved.	Security Audit of software is a continuous process. Therefore, security audit will be carried out every year including all software changes, new software modules developed and implemented during the FY 2021-22, security audit was conducted on 03.08.2022. There is no adverse comment in the report and the same has been shared with the auditors.
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INDEPENDENT AUDITORS' REPORT**TO THE MEMBERS OF RAJASTHAN STATE BEVERAGES CORPORATION LIMITED****Report on the Audit of the Financial Statements****Opinion**

We have audited the accompanying financial statements of **RAJASTHAN STATE BEVERAGES CORPORATION LIMITED** (“*the Company*”) which comprises the Balance Sheet as at **March 31, 2022**, and the Statement of Profit and Loss and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act 2013('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, 2022** and the profit and its cash flows for the year ended on that date.

Basis for Opinion

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

Information Other than the Financial Statements and Auditors' Report thereon

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Board's Report, but does not include the financial statements and our auditors' report thereon. The Board's Report is expected to be made available to us after the date of this report.

Our opinion on the financial statements does not cover the other information and we will 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 identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit, or otherwise appears to be materially misstated.

Responsibility of Management for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these 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 are also responsible for overseeing the company's financial reporting process.

Auditors' Responsibility for the Audit of the Financial Statements

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

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

- 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 auditors' 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 auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern.

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

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

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

Report on Other Legal and Regulatory Requirement

1. As required by the Companies (Auditors' 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 1**' statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
 - (b) In our opinion, proper books of accounts 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 with by this Report are in agreement with the books of account.
 - (d) In our opinion, the aforesaid financial statement complies with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - (e) Being Government Company pursuant to notification no. GSR 463 (E) dated 05/06/2015 issued by Ministry of Corporate Affairs; the provisions of section 164(2) of the Act are not applicable to the Company.
 - (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 2**".
 - (g) With respect to the other matters to be included in the Auditors' Report in accordance with the requirement of Section 197(16) of the Act, we report that being a Government company, the provision of aforesaid section is not applicable.
 - (h) With respect to the other matters to be included in the Auditors' 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 No. 25.22.02 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 were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
3. As required under the directions and sub directions issued by the Comptroller and Auditor General of India in terms of sub section (5) of section 143 of the Companies Act, 2013 and on the basis of such checks of the books and records of the said Company as we considered appropriate and according to the information and explanation given to us, we are enclosing our report in “Annexure-3”

**For Gopal Sharma & Co
Chartered Accountants
FRN 002803C**

**Sd/-
(CA Preetam Sharma)
Partner**

M. No.437669

UDIN: 22437669AUHBAK9805

**Place: Jaipur
Date: 23.09.2022**

Annexure-1 to the Auditors' Report of Rajasthan State Beverages Corporation Limited
(The Annexure referred to in Independent Auditors' Report to the Members of the Company on the financial statements for the year ended 31st March 2022, we report that :-)

Based on the audit procedures performed for the purpose of reporting a true and fair view on the financial statements of the Company and taking in to consideration the information and explanations given to us and the books of account and other records examined by us in the normal course of audit, we report that:

(i) **In respect of Assets**

- (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.
- (B) The Company has maintained proper records showing full particulars of Intangible Assets.
- (b) The major Property, Plant and Equipment of the company have been physically verified by the management at reasonable intervals during the year and no material discrepancies were noticed on such verification.
- (c) According to the information and explanation given to us, the title deeds of the immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee) are held in the name of the company.
- (d) The Company has not revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets or both during the year.
- (e) According to the information and explanation given to us, no proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder during the year.

(ii) **In respect of Inventory**

- (a) The management has conducted physical verification of inventory at reasonable intervals during the year, in our opinion the coverage and procedure of such verification by the management is appropriate. As informed to us, any discrepancies of 10% or more in the aggregate for each class of inventory were not noticed on such verification.
- (b) The company has no working capital limits in excess of five crore rupees (at any point of time during the year), in aggregate, from banks or financial institutions on the basis of security of current assets. Accordingly, the provisions of clause 3(ii) of the Order are not applicable.
- (iii) The Company has during the year not made 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. Accordingly, the provisions of clauses 3(iii) of the order are not applicable.

- (iv) The company has not granted any loan, made investment, given guarantees as explained to us. Further, the provisions of section 185 and 186 of the Companies Act, 2013 have been complied by the company.
- (v) The Company has not accepted any deposits or amounts which are deemed to be deposits under the directives of the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed thereunder, where applicable. Accordingly, the provisions of clause 3(v) of the Order are not applicable.
- (vi) To the best of our knowledge and belief, the Central Government has not specified maintenance of cost records under sub-section (1) of Section 148 of the Act, in respect of Company's products/ services. Accordingly, the provisions of clause 3(vi) of the Order are not applicable.
- (vii) (a) The Company is regular in depositing undisputed statutory dues including Goods and Services Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues, as applicable, with the appropriate authorities. Further, no undisputed amounts payable in respect thereof were outstanding at the year-end for a period of more than six months from the date they became payable.
- (b) The dues outstanding in respect of Goods and Services Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues on account of any dispute, are as follows:

Name of the statute	Nature of dues	Amount (₹ in Lakhs)	Amount Paid Under Protest	Period to which the amount relates	Forum where dispute is pending
Service Tax/CGST & Central Excise Commissionerate, Jaipur	Service Tax	719.26	25.69	April 2015 To June 2017	I.CESTAT, Delhi
	Service Tax	842.33	21.05	April 2011 To March 2015	II. CESTAT, Delhi
Income tax	TDS	0.75	0.00	2018-19	TDS ward
Income tax	TDS	1.26	0.00	2019-20	TDS ward
Income tax	TDS	26.52	0.00	2020-21	TDS ward
Income tax	TDS	11.25	0.00	2021-22	TDS ward

- (viii) According to the information and explanation given to us, 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, the requirement to report on clause 3(viii) of the Order is not applicable to the Company.
- (ix) The Company has no borrowing, including debt securities during the year; Accordingly, the requirement to report on clause 3 (ix) of the Order is not applicable to the Company.
- (x) (a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year;
- (b) According to the information and explanation given to us, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year. Accordingly, the requirement to report on clause 3(x) of the Order is not applicable to the Company.

- (xi) (a) According to the information and explanation given to us, any fraud by the company or any fraud on the company has not been noticed or reported during the year;
- (b) According to the information and explanation given to us, no report under sub-section (12) of section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government;
- (c) According to the information and explanation given to us, no whistle-blower complaints, received during the year by the company;
- (xii) Company is not a Nidhi company, accordingly provisions of the Clause 3(xii) of the Order is not applicable to the company.
- (xiii) According to the information and explanations given to us, we are of the opinion that all transactions with related parties are in compliance with Section 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements etc., as required by the Accounting Standards and the Companies Act, 2013.
- (xiv) (a) According to the information and explanations given to us, the company has an internal audit system commensurate with the size and nature of its business;
- (b) The internal audit reports of the Company issued till the date of the audit report, for the period under audit have been considered by us.
- (xv) According to the information and explanations given to us, we are of the opinion that the company has not entered in to any non- cash transactions with directors or persons connected with him and accordingly, the provisions of clause 3(xv) of the Order is not applicable.
- (xvi) The provisions of section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934) are not applicable to the Company. Accordingly, the requirement to report on clause 3(xvi) of the Order is not applicable to the Company.
- (xvii) According to the information and explanations given to us and based on the audit procedures conducted we are of opinion that the company has not incurred any cash losses in the financial year and the immediately preceding financial year.
- (xviii) There has been no resignation of the statutory auditors during the year and accordingly, the provisions of clause 3(xviii) of the Order is not applicable;
- (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, 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 incapable 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) The company has transferred unspent amount to a Fund specified in Schedule VII to the Companies Act within a period of six months of the expiry of the financial year in compliance

with second proviso to sub-section (5) of section 135 of the said Act.

- (xxi) The reporting under clause (xxi) is not applicable in respect of audit of standalone financial statements of the Company. Accordingly, no comment has been included in respect of said clause under this report.

**For Gopal Sharma & Co
Chartered Accountants
FRN 002803C**

**Sd/-
(CA Preetam Sharma)
Partner**

M. No. 437669

UDIN: 22437669AUHBAK9805

Place: Jaipur

Date: 23.09.2022

Annexure “2” To The Independent Auditors' Report

(Referred to in paragraph 2(f) under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of Rajasthan State Beverages Corporation Limited 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 **Rajasthan State Beverages Corporation Limited** (“The Company”) as of **March 31, 2022** in conjunction with Internal Auditor Reports and 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. The company has appointed Chartered Accountants for Internal Audits at 40 depots and at head office for verification of purchase, sale and stock of inventories and checking of proper accounting. Their reports are discussed in Audit Committee Meetings. 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 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.

Emphasis of Matter

1. The Corporation is recording purchases, sales, opening Stock, Closing Stock, Rate revision through Integrated Excise Management System (IEMS) software for which safe host audit/system audit (Information Technology Audit) was to be carried out by RajComp Info Services Ltd every year. (A Govt. of Rajasthan undertaking). During the financial year 2021-2022 the security audit was not conducted. The security audit was conducted on 03rd August 2022 after the last security audit dated 10th August 2020. As per information and explanation given by the management, all observations raised in security audit have been resolved.

Opinion

In our opinion, the Company has, in all material respects *subject to our observations mentioned in above paragraph*, 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 Gopal Sharma & Co
Chartered Accountants
FRN 002803C

Sd/-
(CA Preetam Sharma)
Partner

M. No. 437669
UDIN: 22437669AUHBAK9805

Place: Jaipur
Date: 23.09.2022

Annexure “3” To The Independent Auditors' Report

(Referred to in paragraph 3 under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of Rajasthan State Beverages Corporation Limited of even date)

Report on the direction and sub-direction issued by C&AG of India under Section 143(5) of the Companies Act, 2013

S.No.	General Directions	Action taken by the Company	Impact on Accounts and Financials
1	Whether the Company has system in place to process all the accounting transactions through IT system? If yes, the implications of processing of accounting transactions outside IT system on the integrity of the accounts along with the financial implications, if any, may be stated.	As per information and explanations given to us, all the transactions are being accounted through Tally ERP Accounting Software by the company and no accounting transactions are outside IT system. The company is also using Integrated Excise Management System and based on reports generated by the system, accounting entries are being done in Tally ERP. As informed by the management, system audit has been conducted in August 2022 and report in September 2022. But in the FY-21-22, no security audit was conducted. Further Internal Audit of the accounts is being carried by External Auditors on quarterly basis.	No Impact
2	Whether there is any restructuring of an existing loan or cases of waiver/write off of debts/loans/interest etc. made by a lender to the Company's inability to repay the loan? If yes, the financial impact may be stated.	As per information and explanations given to us, the company does not have any loans so there is no restructuring of any existing loan and waiver/write-off of debts/loans/interest etc. of any lender to the Company's inability to repay the loan therefore this clause is not applicable.	NA
3	Whether funds received/receivable for specific schemes from Central/State agencies were properly accounted for/utilized as per its terms and conditions? List the cases of deviation.	As per information and explanations given to us, there are no funds received/receivable for specific schemes from Central/State agencies by the company during the year.	NA

Company/Sector specific directions (Sub- Directions)

1	Whether the Company's pricing policy absorbs all fixed and variable cost of production as well as the allocation of Overheads	The company is not a manufacturing company; therefore, this clause is not applicable.	NA
2	What is the system of valuation of by-products and finished products? List out the cases of deviation from its declared policy.	The company is not a manufacturing company, so system of valuation of by- products and finished products is not applicable.	NA
3	Whether the company has effective system for physical verification, valuation of stock, treatment of non-moving items and accounting the effect of shortage / excess noticed during physical verification.	According to the information and explanation given to us, the company has effective system for physical verification, valuation of stock, treatment of non-moving items and accounting the effect of shortage/ excess noticed during physical verification. The inventory is physically verified by the management and internal auditors at regular intervals and any shortage/excess in the inventories is dealt in the books of accounts as per rule.	No Impact

**For Gopal Sharma & Co
Chartered Accountants
FRN 002803C**

**Sd/-
(CA Preetam Sharma)
Partner**

M. No. 437669

UDIN: 22437669AUHBAK9805

**Place: Jaipur
Date: 23.09.2022**



FINANCIAL STATEMENTS 2021-22

RAJASTHAN STATE BEVERAGES CORPORATION LIMITED

(A Government of Rajasthan Undertaking)

Vitta Bhawan, D-Block, First Floor, Jyoti Nagar, Janpath, Jaipur-302005

Tel: 0141-2744231 Fax: 0141-2744237, Web-www.excise.rajasthan.gov.in, Email-gmf.rsbc@rajasthan.gov.in

CIN: U15511RJ2005SGC020336

BALANCE SHEET AS AT 31st MARCH, 2022

(₹ in Lakhs)

Particulars	Note No.	As at 31st March, 2022	As at 31st March, 2021
I EQUITY AND LIABILITIES			
(1) Shareholders' Fund			
(a) Share Capital	2	200.00	200.00
(b) Reserves and Surplus	3	13,430.36	10,312.59
		13,630.36	10,512.59
(2) Share Application Money Pending Allotment		-	-
(3) Non-Current Liabilities			
(a) Long Term Borrowings		-	-
(b) Other Long Term Liabilities	4	672.01	659.46
		672.01	659.46
(4) Current Liabilities			
(a) Short Term Borrowings		-	-
(b) Trade Payables	5	84,088.90	1,16,689.46
(c) Other Current Liabilities	6	3,049.67	13,909.31
(d) Short Term Provisions	7	1,561.50	1,481.21
		88,700.07	1,32,079.98
Total (I)		1,03,002.44	1,43,252.03
II ASSETS			
(1) Non-Current Assets			
(a) Fixed Assets			
(i) Property, Plant & Equipment	8	884.49	910.50
(ii) Intangible Assets	8	2.04	5.22
(iii) Capital Work-in-progress	8	-	-
(b) Non-current Investments		-	-
(c) Deferred Tax Assets (Net)	9	4.73	5.39
(d) Long Term Loans and Advances	10	3.28	3.28
(e) Other Non-current Assets		-	-
		894.54	924.39
(2) Current Assets			
(a) Current Investments		-	-
(b) Inventories	11	48,809.55	83,956.25
(c) Trade Receivables	12	84.23	0.23
(d) Cash and Bank Balance	13	47,972.15	48,908.51
(e) Short Term Loans and Advances	14	824.63	562.43
(f) Other Current Assets	15	4,417.34	8,900.22
		1,02,107.90	1,42,327.64
Total (II)		1,03,002.44	1,43,252.03

Significant accounting policies
Notes to the financial statements
As per our report of even date attached

1
2 to 25

For Gopal Sharma & Co.

For and on behalf of the Board of Directors

Chartered Accountants

FRN : 002803C

(Preetam Sharma)

Partner

M. No. : 437669

UDIN : 22437669AUHBAK9805

(Brahma Prakash Sharma)

GM (Finance)

(Leela Dhar Sharma)

Independent Director

DIN : 01528681

Place : Jaipur

Date : 23.09.2022

(Sukhaveer Saini)

Executive Director

DIN : 08421483

(K.K. Pathak)

CMD

DIN : 08328847

RAJASTHAN STATE BEVERAGES CORPORATION LIMITED

(A Government of Rajasthan Undertaking)

Vitta Bhawan, D-Block, First Floor, Jyoti Nagar, Janpath, Jaipur-302005

Tel: 0141-2744231 Fax: 0141-2744237, www.excise.rajasthan.gov.in, Email-gmf.rsbc@rajasthan.gov.in

CIN: U15511RJ2005SGC020336

STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31st MARCH, 2022

(₹ in Lakhs)

Particulars	Note No.	For the year ended 31st March, 2022	For the year ended 31st March, 2021
I Revenue from operations	16	7,49,359.63	5,55,956.70
II Other Income	17	5,350.44	5,094.72
III Total Income (I+II)		7,54,710.07	5,61,051.42
IV Expenses			
• Purchases of Stock-in-Trade		7,08,208.78	5,58,000.14
• Changes in inventories of Stock-in-Trade	18	35146.70	(6931.16)
• Employee benefit expenses	19	1,734.11	1,641.16
• Depreciation and amortisation expenses	20	76.88	66.40
• Other expenses	21	5,057.22	3,881.86
Total Expenses		7,50,223.69	5,56,658.40
V Profit before exceptional and extraordinary items and tax (III-IV)		4,486.38	4,393.02
VI Exceptional Items/Prior Period Income/(Expenses)	22	15.95	67.74
VII Profit before extraordinary items and tax (V+VI)		4,502.33	4,460.76
VIII Extraordinary Items		-	-
IX Profit before tax (VII-VIII)		4,502.33	4,460.76
X Tax Expenses			
• Current Tax		1,363.90	1,358.70
• Tax for earlier years		-	12.52
• Deferred Tax		0.66	5.01
Total Taxes (X)		1,364.56	1,376.23
XI Profit for the year (IX-X)		3,137.77	3,084.53
XII Earnings per equity share :			
• Basic/Diluted (In ₹)	23	1,568.88	1,542.26

Significant accounting policies
Notes to the financial statements
As per our report of even date attached

1
2 to 25

For Gopal Sharma & Co.
Chartered Accountants
FRN : 002803C

For and on behalf of the Board of Directors

(Preetam Sharma)
Partner
M. No. : 437669
UDIN : 22437669AUHBAK9805

(Brahma Prakash Sharma)
GM (Finance)

(Leela Dhar Sharma)
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DIN : 01528681

Place : Jaipur
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RAJASTHAN STATE BEVERAGES CORPORATION LIMITED

(A Government of Rajasthan Undertaking)

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Tel: 0141-2744231 Fax: 0141-2744237, Web-www.excise.rajasthan.gov.in, Email-gmf.rsbc@rajasthan.gov.in

CIN: U15511RJ2005SGC020336

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

(₹ in Lakhs)

PARTICULARS	For the year ended 31st March, 2022	For the year ended 31st March, 2021
A CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before exceptional items & tax	4502.33	4460.76
Adjustments for:		
Depreciation & Amortisation Exp.	76.88	66.40
Misc. Expenditure Written off	-	-
Interest Income	(1497.83)	(1312.98)
Dividend Income	-	-
Loss/(Profit) on sale of asset	0.12	-
Loss/(Profit) on sale of Investment	-	-
Finance Charges	0.01	0.64
Prior Period Expenses/Income and exceptional items and Non Operating	-	-
	-	0.05
Operating Profit before working capital changes	3081.51	3214.87
Adjustments for:		
Trade Payables	(32600.56)	21220.51
Other Current Liabilities	(10859.65)	11376.33
Other Long Term Liabilities	12.54	2.64
Increase/Decrease in provisions	80.29	104.67
Inventories	35146.70	(6931.16)
Trade Receivables	(84.00)	-
Short Term Loans & Advances	(262.19)	(552.65)
Other Current Assets	4483.56	(1893.75)
Increase/Decrease in long term loans & advances	0.00	0.12
Other Loans & Advances	-	-
Cash Generated from operations	(1001.80)	26541.58
Direct Taxes Paid	(1364.56)	(1376.23)
Net Cash from / (Used In) Operating Activities (A)	(2366.36)	25165.35
B CASH FLOW FROM INVESTING ACTIVITIES		
(Purchase/Sale of property, plant and equipment	(47.84)	(90.15)
Interest Received	1497.84	1312.98
Dividend received	-	-
Profit on sale of asset	-	-
Inter Corporate Deposits to Subsidiary	-	-
Purchase/Sale of Investment (Net)	-	-
Net Cash from / (used in) Investing Activities (B)	1450.00	1222.83
C CASH FLOW FROM FINANCING ACTIVITIES		
Finance Cost	(0.01)	(0.64)
Other Loans & Advances	-	-
Dividend paid	(20.00)	(20.00)
Dividend Tax Paid	-	-
Share Issue Expenses	-	-
Net Cash from / (Used in) Financing Activities (C)	(20.01)	(20.64)
Net Increase / Decrease in cash & Cash Equivalents (A+B+C)	(936.37)	26367.54
Cash & Cash Equivalents - Opening Balance	48908.51	22540.97
Cash & Cash Equivalents - Closing Balance	47972.14	48908.51

In terms of our report attached

For Gopal Sharma & Co.

Chartered Accountants

FRN : 002803C

For and on behalf of the Board of Directors

(Preetam Sharma)

Partner

M. No. : 437669

UDIN : 22437669AUHBAK9805

(Brahma Prakash Sharma)

GM (Finance)

(Leela Dhar Sharma)

Independent Director

DIN : 01528681

Place : Jaipur

Date : 23.09.2022

(Sukhaveer Saini)

Executive Director

DIN : 08421483

(K.K. Pathak)

CMD

DIN : 08328847

RAJASTHAN STATE BEVERAGES CORPORATION LIMITED

CIN: U15511RJ2005SGC020336

Significant Accounting Policies

Note No. 1

1. Accounting Conventions and Basis of Presentation/Accounting

- A) The financial statements are prepared under the historical cost convention, in accordance with the Generally Accepted Accounting Principles (GAAP) in India, Liquor Sourcing Policy (LSP) and the provisions of the Companies Act, 2013 including the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- B) All Income and Expenses of the extent considered receivable/Payable with reasonable certainty are accounted for on accrual basis respectively.

2. Method of Accounting:

A) Revenue recognition:

- (a) **Sales:** Sales invoices are generated at all depots, at the rate specified by the management. Thereafter, on the basis of generated sales report, a monthly entry for each depot is booked. Sales doesn't include VAT & inter depot transfers.
- (b) **Interest on Fixed Deposit:** Interest earned on Fixed Deposits with banks has been accounted for on accrual basis. Necessary reconciliation with actual receipts is being done when required.
- (c) **Miscellaneous Receipts, Inactive Stock Penalty, Penalty on shortage in MIS & Margin on drained/returned goods:** Order For Supply (OFS) Extension, Cancellation; Transfer Out Order (TOO) Receipts, Extension, Cancellation; Late Inward Charge (LIC), Inactive Stock Penalty charges, Penalty on shortage in MIS, Margin on drained/returned goods etc. are accounted for /received/recovered as per the provision of Liquor Sourcing Policy and terms & conditions of Agreement executed with suppliers/manufacturers, on accrual basis. However, when the recovery of the same seems uncertain, such income is not taken into account to comply with AS9.

B) Inventory:

Stock in hand is valued and stated at lower of Cost or Net realizable value (excluding VAT). The FIFO method of Inventories valuation is used to determine the cost.

C) Use of estimates:

The preparation of financial statements in conformity with India GAAP required management to make judgments, estimates and assumptions the affects the reported amounts of revenues, expenses, assets & liabilities and disclosure of contingent liabilities at the end of the reporting period. Although these estimates are based upon managements best knowledge of current events and action, actual results could differ from these estimates.

3. **Property, Plant & Equipment:**

- (A) **Fixed Assets:** The Gross Block of Fixed Assets is stated at cost of acquisition including any cost attributable to bringing the Assets to their working condition for the intended use. The Net Block is stated at cost less accumulated depreciation.
- (B) **Depreciation:** Depreciation on Fixed Assets is provided on W.D.V. method as per the rates prescribed in Schedule II of the Companies Act, 2013. Depreciation in respect of additions is charged on pro rate basis for the period from the date of its addition. Installation of Software module is to be written off in 5 years in equal installments.

4. **Cash Flow Statement:**

Cash Flow Statement has been prepared under Indirect Method as set out in the Accounting Standard-3 specified in section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014.

5. **Personnel:**

The Corporation has all personnels deputed from the Govt. of Rajasthan/State PSUs/Central PSUs. The Corporation has made remittances towards Pension Contribution, Provident Fund, Gratuity, State Insurance & Other contributions to the respective Departments/Parent Organizations in respect of the personnels.

6. **Retirement Benefits:**

As per the policy of Corporation all personnels are on deputation and not recruited by Corporation hence, there is not any liability relating to retirement of the personnel. However, the pension contribution of Govt. employees on deputation is remitted to the Director (Pension) as per direction of the State Government.

7. **Taxation:**

- (A) Provisions for Current Tax is made after taking into consideration benefits admissible under the provisions of the Income Tax Act, 1961 if any.
- (B) **Deferred Taxation:**
Deferred Tax resulting from "Timing differences" between books and taxable profits accounted using the Tax Rates and Laws that have been enacted or substantively enacted on the Balance Sheet date. Deferred tax assets are recognized only if there is a reasonable certainty that they will be realized.

8. **Provisions, Contingent Liabilities & Contingent Assets:**

- (A) Provisions are recognized when the company has a present legal obligation, as a result of past events, for which it is probable that an outflow of resources will be required to settle

the obligation and a reliable estimation can be made from the amount of obligation.

(B) Contingent Liabilities are not recognized but are disclosed by way of notes. Disputed demands in respect of Income Tax and Service Tax are disclosed as contingent liabilities. Payments in respect of such demands, if any is shown as advance, till the final outcome of the matter.

(C) Contingent Assets are neither recognized nor disclosed in the Financial Statements.

9. Subsidies/Grant from Government

Subsidies/grant on capital account are deducted from the cost of respective assets to which they are related. The unspent amount at the Balance Sheet date, if any, is shown as other current liabilities.

10. 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 in the Statement of profit and loss whenever the carrying amount of an asset or a cash generating units exceeds recoverable amount. The recoverable amount of the assets (or where applicable, that of the cash generating unit to which the asset belongs) is estimated as the higher of its net selling price and its value on use. A previously recognized impairment loss is increased or reversed depending on 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 is no impairment.

Share Capital

Note No. 2
(₹ in Lakhs)

Particulars	As at 31st March, 2022	As at 31st March, 2021
Authorised Share Capital:		
5,00,000 Equity Shares of ₹ 100/- each	500.00	500.00
Issued, Subscribed and Paid Up Share Capital:		
2,00,000 Equity Shares of ₹ 100/- each fully paid up	200.00	200.00
TOTAL	200.00	200.00

2.1 Details of shareholders holding more than 5% shares of the company as on March 31, 2022 are given below

Name of Shareholder	As at 31st March, 2022		As at 31st March, 2021	
	% held	No. of Shares	% held	No. of Shares
Hon'ble Governor of Rajasthan	99.99%	1,99,992	99.99%	1,99,992

2.2 The Reconciliation of the number of shares outstanding is set out below

Particulars	As at 31st March, 2022	As at 31st March, 2021
Number of Equity Share at the beginning of the year	2,00,000	2,00,000
Add: Share issued on exercise of Employee Stock Option	-	-
Less: Shares cancelled on buy back of equity shares	-	-
Number of Equity Share at the end of the year	2,00,000	2,00,000

The company has equity shares having a face value of ₹ 100/- per share. Each equity share holder is entitled to one vote per share.

In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company after distribution of all preferential amounts.

Reserves and Surplus

Note No. 3
(₹ in Lakhs)

Particulars	As at 31st March, 2022	As at 31st March, 2021
(A) Capital Reserve	-	-
(B) General Reserves		
Opening Balance	10,312.59	7,248.06
Add : Reserves created during the year	-	-
	10,312.59	7,248.06
(C) Profit and Loss Account		
Opening Balance	-	-
Add : Profit during the year	3,137.77	3,084.53
	3,137.77	3,084.53
Less : Appropriations		
Transfer to General Reserve	-	-
Dividend F.Y. 2020-21	20.00	-
Dividend Distribution Tax Paid	-	20.00
Dividend F.Y. 2019-20	-	-
Total appropriations	20.00	20.00
Closing Balance	3,117.77	3,064.53
TOTAL (A+B+C)	13,430.36	10,312.59

Long Term Borrowings
Note No. 4
(₹ in Lakhs)

Particulars	As at 31st March, 2022		As at 31st March, 2021	
	Non-current	Current	Non-current	Current
A) <u>Unsecured</u>				
• Security Deposits from Suppliers		626.86		631.75
• Security Deposits (Others)		45.15		27.71
TOTAL		672.01		659.46

Trade Payables
Note No. 5
(₹ in Lakhs)

Particulars	As at 31st March, 2022	As at 31st March, 2021
A Creditors for Goods	83,149.75	1,16,133.43
B Creditors for Expenses	904.15	521.03
C Creditors for Capital Goods	35.00	35.00
TOTAL (A+B+C)	84,088.90	1,16,689.46

Other Current Liabilities
Note No. 6
(₹ in Lakhs)

Particulars	As at 31st March, 2022	As at 31st March, 2021
A) Statutory Liabilities		
• TDS Payable	163.70	39.06
• TCS Payable	992.91	714.91
• GST Payable	175.76	43.75
• Special Vend Fees	0.00	0.24
• Excise Duty Payable	0.00	0.91
Total (A)	1,332.37	798.87
B) Security Deposits from Labour Contractor	77.10	132.82
C) Other Liabilities		
• Retailers Control A/c	47.36	11,397.64
• Salary and allowances payable	155.70	218.70
• Other payables*	1,437.14	1,361.28
Total (C)	1,640.20	12,977.62
TOTAL (A+B+C)	3,049.67	13,909.31

* This amount has been recovered from Suppliers (Importers) of Foreign Liquor on account of excess payment of custom duty made by the corporation (Refer note no. 25.32).

Other Current Liabilities
Note No. 7
(₹ in Lakhs)

Particulars	As at 31st March, 2022	As at 31st March, 2021
A) Provision for Direct Taxes	1,363.90	1,358.70
B) Provision for CSR	197.60	122.51
TOTAL (A+B)	1,561.50	1,481.21

RAJASTHAN STATE BEVERAGES CORPORATION LTD
CIN : U15511RJ2005SGC020336



FIXED ASSETS

Note No. 8
(₹ in Lakhs)

S. No.	Particulars	Gross Block		Depreciation/Amortisation				Net Block				
		As at 1st Apr-2021	Addition	Deduction	As at 31st Mar-2022	As at 31st Mar-2021	For the year	Charge to R&S	Related to Prev. Year	Deduction during year	As at 31st Mar-2022	As at 31st Mar-2021
A	(i) Property											
1	Land at RIICO	73.17	-	-	73.17	-	-	-	-	-	73.17	73.17
2	Land at Jhalana	395.49	-	-	395.49	-	-	-	-	-	395.49	395.49
3	Building at Depot	339.85	-	-	339.85	11.83	-	-	-	-	316.19	328.02
4	Office Equipments											
a	Telephone Instruments	0.78	0.20	-	0.98	0.11	-	-	-	-	0.25	0.16
b	Mobile Instruments	3.96	-	-	3.96	0.07	-	-	-	-	0.41	0.48
c	Photo Copy Machine	2.07	-	-	2.07	0.04	-	-	-	-	0.07	0.11
d	Fax Machine	0.41	-	-	0.41	-	-	-	-	-	0.02	0.02
e	Instt. Of Broad Band	15.59	-	-	15.59	2.93	-	-	-	-	13.99	4.53
f	V. Set	13.33	-	-	13.33	-	-	-	-	-	13.32	0.01
g	Installation of RAS	0.95	-	-	0.95	-	-	-	-	-	0.94	0.01
h	Paper Sharder Machine	0.07	-	-	0.07	-	-	-	-	-	0.06	0.01
i	UPS (Batteries)	73.06	4.77	-	77.83	8.95	-	-	-	-	71.39	10.62
j	T. V.	2.62	0.43	-	3.05	0.35	-	-	-	-	1.84	1.13
k	Office Equipments	6.66	-	-	6.66	0.08	-	-	-	-	6.37	0.37
l	Air Conditioners	10.97	-	-	10.97	0.63	-	-	-	-	10.51	1.09
m	Electrical Appliances	6.95	-	-	6.95	0.08	-	-	-	-	6.64	0.39
n	Fire Fighting Equipments	14.03	-	-	14.03	1.08	-	-	-	-	11.50	3.61
o	Water Cooler	1.06	0.11	-	1.17	0.11	-	-	-	-	0.94	0.23
p	Air Ventilator	14.51	-	-	14.51	4.77	-	-	-	-	9.00	9.74
q	Deep Freeze	-	2.34	0.34	2.00	0.56	-	-	-	0.06	1.50	-
5	Computer Equipments											
a	Installation of Server	8.05	-	-	8.05	0.26	-	-	-	-	7.86	0.45
b	Computers & Laptop	150.93	5.01	-	155.94	8.31	-	-	-	-	147.40	11.84
c	Computer Accessories	15.27	0.29	-	15.56	0.33	-	-	-	-	14.59	1.01
d	Computer Printer	33.06	20.68	-	53.74	7.24	-	-	-	-	34.73	5.57
6	Furniture and Fixtures	79.17	9.26	-	88.43	5.92	-	-	-	-	65.54	19.55
7	D.G. Set	9.32	-	-	9.32	0.18	-	-	-	-	8.59	0.91
8	Hand Cart Lorry	0.48	-	-	0.48	-	-	-	-	-	0.46	0.02
9	Car	41.27	-	-	41.27	2.41	-	-	-	-	36.49	7.19
10	Data Center	144.75	-	-	144.75	12.93	-	-	-	-	133.39	24.29
11	CCTV Camera	47.59	4.90	-	52.49	5.08	-	-	-	-	42.19	10.48
	Total Tangible Assets (A)	1,505.42	48.00	0.34	1,553.08	73.70	-	-	-	0.06	668.56	910.50
	Previous Year Figures	1,092.42	413.00	-	1,505.42	63.22	-	0.06	-	-	594.92	560.78

RAJASTHAN STATE BEVERAGES CORPORATION LTD
CIN : U15511RJ2005SGC020336

FIXED ASSETS

Note No. 8
(₹ in Lakhs)

S.No.	Particulars	Gross Block		Depreciation/Amortisation				Net Block			
		As at 1st Apr-2021	Addition	Deduction	As at 31st Mar-2022	As at 31st Mar-2021	Charge to R&S For the year	Related to Prev. Year	Deduction during year	As at 31st Mar-2022	As at 31st Mar-2021
B	(ii) Intangible Assets										
1	Installation of Software	16.03	-		16.03	13.85	1.78	-	-	15.63	2.18
2	Installation of Software Module	49.91	-		49.91	48.94	0.06	-	-	49.00	0.97
3	Window Server	16.01	-		16.01	13.94	1.34	-	-	15.28	2.07
	Total of Intangible Assets (B)	81.95	-	-	81.95	76.73	3.18	-	-	79.91	5.22
	Previous Year Figures	81.95	-	-	81.95	73.55	3.18	-	-	76.73	8.40
	Grand Total (A+B)	1,587.37	48.00	0.34	1,635.03	671.65	76.88	-	0.06	748.47	915.72
	Previous Year Figures (A+B)	1,497.22	430.00	339.85	1,587.37	605.19	66.40	-	0.06	671.65	569.18

1. Provision of impairment of loss as required under Accounting Standards-28 on impairment of Assets is not necessary as in the opinion of management there is no impairment of the Company's Assets in terms of AS-28.
2. Few fixed assets of corporation are shown at value less than the salvage value calculated as per Companies Act, 2013. With reference to GN (A) 35 Guidance Note on Accounting for depreciation in companies in the context of Schedule II of the Companies Act, 2013 issued by ICAI, In case the residual value is estimated to be less than five percent of the original cost of the asset, the same should be used and it would not be necessary to make a disclosure in such a case. Hence, no disclosure for adopting the residual value less than 5% of cost of the asset is made by the Corporation.

Deferred Tax Assets
Note No. 9
(₹ in Lakhs)

Particulars	As at 31st March, 2022	As at 31st March, 2021
<u>Deferred Tax Assets/Liabilities</u>		
Opening Balance	5.39	10.40
Less : Deferred Tax Liability reversed during the year	0.66	5.01
Add : Deferred Tax Assets during the year	-	-
TOTAL	4.73	5.39

Long Term Loans and Advances
Note No. 10
(₹ in Lakhs)

Particulars	As at 31st March, 2022	As at 31st March, 2021
A) <u>Security Deposits</u>		
Telephone Deptt.	0.03	0.03
Electricity Deptt. at Kota	0.04	0.04
Advance payment of meter recharge	0.15	0.15
Electricity Deptt. at Chittorgarh	0.11	0.11
Others	2.90	2.90
(A)	3.23	3.23
B) GST Receivables	0.05	0.05
TOTAL (A+B)	3.28	3.28

Inventories
Note No. 11
(₹ in Lakhs)

Particulars	As at 31st March, 2022	As at 31st March, 2021
1. Stock-in-trade	46,982.90	83,190.07
2. Stock-in-transit	1,826.65	766.18
TOTAL	48,809.55	83,956.25

Trade Receivables
Note No. 12
(₹ in Lakhs)

Particulars	As at 31st March, 2022	As at 31st March, 2021
A) <u>Outstanding for a period exceeding 6 months</u>		
(a) Secured and considered good	84.23	-
(b) Unsecured and considered good	-	0.23
(A)	84.23	0.23
B) <u>Doubtful</u>		
(a) Retailers Having Debit Balance	35.30	35.07
Less : Provision for doubtful trade receivables	35.30	35.07
(B)	0.00	0.00
C) <u>Others</u>		
(a) Secured and considered good	-	-
(b) Unsecured and considered good	-	-
(C)	-	-
TOTAL (A+B+C)	84.23	0.23

Cash and Bank Balances
Note No. 13
(₹ in Lakhs)

Particulars	As at 31st March, 2022	As at 31st March, 2021
A) Balance with Banks		
(i) In Current A/c	5377.57	(1,744.93)
(ii) In Fixed Deposit (Auto-sweep)	36,943.80	45,176.84
Total (A)	42,321.37	43,431.91
B) P.D. Account	5,630.53	5,455.53
C) Fixed Deposit with Banks	17.23	16.78
D) Imprest with Depot	3.02	4.29
E) Cash in hand	-	-
TOTAL (A+B+C+D+E)	47,972.15	48,908.51

Short Term Loans and Advances
Note No. 14
(₹ in Lakhs)

Particulars	As at 31st March, 2022	As at 31st March, 2021
Unsecured and considered good		
A) Advance to Staff	2.01	0.69
B) Security & Advance for shop licence	11.50	499.52
C) Advance to RSRDC*	794.00	50.00
D) Advance to Others	17.12	12.22
TOTAL (A+B+C+D)	824.63	562.43

* The amount has been given as advance to RSRDC the project executing agency for construction of office building at Jhalana as per decided share of the company

Other Current Assets
Note No. 15
(₹ in Lakhs)

Particulars	As at 31st March, 2022	As at 31st March, 2021
A) Accrued Interest on FDR	41.78	26.66
B) Prepaid Expenses	393.93	625.10
C) Tax Deducted at Source	138.41	76.88
D) Service Tax Deposit	46.74	46.74
E) Income Tax Deposit	260.16	255.96
F) Income Tax Refundable	554.98	907.79
G) Advance Income Tax	1,400.00	1,570.00
H) VAT Receivable	830.36	4,371.08
I) Cow Cess Receivable	104.24	812.19
J) Other Receivable	7.63	0.04
K) Recoverable from Suppliers	126.09	207.78
L) Advance for Auction of Shops	513.02	-
TOTAL (A to L)	4,417.34	8,900.22

Revenue from Operations
Note No. 16
(₹ in Lakhs)

Particulars	For the year ended 31st March, 2022	For the year ended 31st March, 2021
Sale of Products	7,49,359.63	5,55,956.70
Net Revenue from Operations	7,49,359.63	5,55,956.70

Other Income
Note No. 17
(₹ in Lakhs)

Particulars	For the year ended 31st March, 2022	For the year ended 31st March, 2021
A) Interest on Bank deposits	1,110.78	953.24
B) Interest on Saving Bank A/c	160.02	106.16
C) Interest on PD A/c	175.00	175.00
D) Interest on Income Tax Refund	-	53.47
E) Other Interest on Advance duty	52.03	25.12
F) Inactive Stock Penalty	1,105.67	1,383.25
G) Liquor Trade Data Charges	224.56	165.10
H) Reversal of Provision for Doubtful Debts	-	3.22
I) (i) Other Operating Income		
(a) OFS Extension Fee/Cancellation Fee	20.74	124.70
(b) TOO Receipts/Extension/Cancellation	28.40	25.92
(c) Sale of Scrap	0.97	0.65
(d) Contract Receipts	632.32	653.55
(e) Miscellaneous Receipts	0.02	1.60
(f) Penalty for Shortage in MIS	73.95	89.48
(g) Loading Charges (Licensees)*	873.24	604.67
(h) Loading /Unloading Charges (Suppliers)*	852.29	630.69
(i) Penalty for Delay in Loading /Unloading	2.06	3.06
(j) Tender Form Fees	0.92	0.54
(k) Other Penalty and Fine	25.10	42.41
(ii) Other Non Operating Income		
(a) Late Inward Charges	4.65	31.72
(b) Car Facility Charges	0.50	0.36
(c) Margin Money Drain Out	4.02	12.75
(d) Misc. Receipts	2.06	6.00
(e) PAN Correction Income	1.14	2.06
TOTAL	5,350.44	5,094.72

*Unloading/Loading charges include amount recovered from suppliers and licensees. The same amount has been paid to Contractor which is shown in other expenses of ₹ 1,702.87 Lakhs (P.Y. ₹ 1,235.36 Lakhs)

Change in Inventories of Stock In Trade
Note No. 18
(₹ in Lakhs)

Particulars	For the year ended 31st March, 2022	For the year ended 31st March, 2021
Opening Stock	83,956.25	77,025.09
Less:- Closing Stock	48,809.55	83,956.25
Net (Increase) / Decrease	35146.70	(6931.16)

Employee Benefit Expenses
Note No. 19
(₹ in Lakhs)

Particulars	For the year ended 31st March, 2022	For the year ended 31st March, 2021
A) Salaries & Wages	1,691.63	1,563.41
B) Bonus & Exgratia	16.46	15.75
C) Pension Contribution	1.08	40.20
D) Medical Expenses Reimbursement	16.98	17.54
E) Staff welfare expenses	7.75	4.05
F) News Paper Expenses	0.21	0.21
TOTAL (A to F)	1,734.11	1,641.16

Depreciation and amortization expenses
Note No. 20
(₹ in Lakhs)

Particulars	For the year ended 31st March, 2022	For the year ended 31st March, 2021
A) Tangible assets	73.70	63.22
B) Intangible assets	3.18	3.18
TOTAL (A+B)	76.88	66.40

Other Expenses
Note No. 21
(₹ in Lakhs)

Particulars	For the year ended 31st March, 2022	For the year ended 31st March, 2021
1. Loading and Unloading Charges	1,702.87	1,235.36
2. Rent	727.46	587.38
3. Expenses on Security	392.86	317.47
4. Expenses on IT Services	217.78	138.14
5. Insurance Charges	269.68	242.27
6. Privilege Fee to Govt. of Rajasthan	500.00	500.00
7. License Fees to Govt. of Rajasthan	320.00	320.00
8. Application fees for tender of shops	243.99	213.40
9. Computer Operator with Machine Expenses	22.12	13.88
10. Expenses on Outsourced labour/driver Payment	30.18	23.67
11. CSR Expenses	73.09	62.67
12. Computer Consumable Expenses	20.40	8.80
13. Hospitality Expenses	4.48	4.82
14. Electricity and Water Charges	38.05	34.60
15. Printing and Stationery Expenses	17.99	14.41
16. Postage and Courier Expenses	0.73	0.67
17. Telephone Expenses (Including Lease Line Expenditure)	71.83	44.61

18. Depot/Office Expenses	42.48	36.79
19. Statutory Auditors' Remuneration	2.95	2.36
20. Professional Charges	17.69	17.34
21. Advertisement and Publicity Expenses	63.57	20.29
22. Legal Charges	7.14	5.37
23. Repair and Maintenance of Motor Vehicles	7.18	4.23
24. Repair and Maintenance (Others)	8.23	6.67
25. Contribution to State Renewal Fund	4.00	4.00
26. Application fees to Government of Rajasthan	4.00	4.00
27. Salary Contract (Out Sourced)	7.50	10.00
28. Travelling & Conveyance	4.22	2.34
29. Interest on TDS	0.11	0.01
30. Interest on GST	2.19	1.84
31. Tax Audit Fees	0.60	0.51
32. Transportation Expenses	0.30	-
33. Secretarial Audit Expenses	0.65	0.65
34. Direct expenses for shop	206.55	-
35. Provision for Doubt Full Debts	0.23	-
36. Bank Charges	0.04	0.64
37. Refilling of Fire Equipment	0.90	1.68
38. Other Expenses	-	0.45
39. RCM Expenses	21.95	-
40. RGHSF Contribution of RSBCL	0.18	-
41. CCTV Camera Expenses	0.42	-
42. Meeting Expenses	0.50	0.54
43. Loss on sale of fixed Assets	0.12	-
Total	5,057.22	3,881.86

Prior Period Income (Net of Expenses)
Note No. 22
(₹ in Lakhs)

Particulars	For the year ended 31st March, 2022	For the year ended 31st March, 2021
A) Income	22.21	138.33
B) Expenses		
Administrative & General Expenses	6.26	70.54
Depreciation	-	0.05
Total (B)	6.26	70.59
Net Total (A-B)	15.95	67.74

Earnings Per Share (EPS)
Note. No. 23

Particulars		
Profit After Tax (₹ in Lakhs)	3,137.77	3,084.53
Adjusted weighted average number of shares outstanding	2,00,000	2,00,000
Face Value per share (In ₹)	100.00	100.00
EPS Basic/Diluted (In ₹)	1,568.88	1,542.26

Normal Operating Cycle and Classification of Assets and Liabilities into Current and Non- Current

Note No. 24

- 24.1** All assets and liabilities are presented as current or non-current as per criteria set out in Schedule-III of the Companies Act, 2013. Based on the nature of business of the company, its operation and realisation the company has ascertained its operating cycle of less than 12 months. Accordingly, 12 months period has been considered for the purpose of Current and Non-Current classification of assets and liabilities.
- 24.2** Assets and Liabilities of the above Business have been classified into Current and Non-Current using the above Normal Operating Cycle and applying other criteria prescribed in Schedule III.

Notes to Financial Statement

Note No. 25

25.01 Nature of Operation

Rajasthan State Beverages Corporation Limited (RSBCL) has been incorporated as a Public Limited Company by the Government of Rajasthan with the object to control Liquor sales in the State. RSBCL enjoys special privilege under the provisions of the Rajasthan Excise Act meaning thereby RSBCL has exclusive rights of wholesale of Beer, FMFL and IMFL trade in the State, for which it also pays “Privilege Fees” to the Government of Rajasthan as per the Excise Policy. The operations of RSBCL are directed by LSP (Liquor Sourcing Policy) framed year to year. LSP for the current year 2021-22 is as per Circular No. P.2(1)(17)()RSBCL/OP/2020-21/8908 dated 19.02.2021. For changes in LSP of F.Y. 2021-22 from LSP of F.Y. 2020-21, refer BOD Decision note no.75.12 dated 18th Feb 2021.

25.02 Procedure of Sourcing & Selling of Liquor

Manufacturer/Supplier places offer to supply liquor based on the demand prevailing in the respective locations, thereafter an order for supply (OFS) is issued to the manufacturer/supplier. Goods invoiced and supplied against OFS are stored in depots of the Corporation. However, risk reward of such stocks vests in the supplier, though RSBCL gets such stocks insured at its own cost. Manufacturers/Suppliers undertake the responsibility for creating demand for the goods supplied to the Corporation. Payment of the stocks supplied by the Manufacturers/Suppliers is made only after such stocks are sold. Stocks remaining unsold after a specified period are subject to levy of Inactive Stock Penalty charges or margin on drain out/return to distilleries at rates specified in the LSP. This income is recognized in the books of accounts of RSBCL.

25.03 Method of Accounting

Goods are received against OFS at depots located across the state which is accounted for at respective depot locations on designated software after adjusting the respective transit losses/shortages. Applicable Input Tax Credit (Rajasthan VAT), if any, is availed on such purchase as per the rules of Rajasthan VAT Act 2003 and Purchases are recognized in Profit & Loss Account excluding Rajasthan VAT. Goods are sold as per the guidelines of LSP. Both purchases and sales are accounted for and recognized in P&L excluding VAT for which net off is claimed as per Rajasthan VAT Rules. Records of individual sales, purchases, stocks are kept

and accounted for at respective depot. However, financial accounting is done and records are kept at Head Office in Jaipur. Valuation of Stock at the year end is done in accordance with Note No.1 point no. 2(B) Inventory under Method of Accounting of Significant Accounting Policies.

25.04 Method of Accounting vis-a-vis LSP

The method of accounting, ownership of goods, income and expenses recognition followed varies with the rules, regulations, procedures enumerated in the LSP. the details are as under:-

(a) Purchases:-

In the year 2021-22 purchases have been recognized on Invoice Basis as per Invoice Date. Goods in transit are recognized on the basis of invoices issued in F.Y. 2021-22 but stocks received in next financial year.

(b) Stock in hand as on 31.03.2022:-

The stock in hand at the end of the year amounting to ₹ 48,809.55 Lakhs (P.Y. ₹ 83,956.25 Lakhs) including Goods in Transit of ₹ 1,826.65 Lakhs (P.Y. ₹ 766.18 Lakhs) as per Integrated Excise Management System Software has been accounted for in the books of accounts and included in the preparation of the financial statement. Expiry date stock worth ₹ 44.30 Lakhs (P.Y. ₹ 383.73 Lakhs) has been reversed from stock in hand as on 31.03.2022 and reduced from purchases as well as amount to be recovered from suppliers. Actual transaction of VAT and others taxes will be reflected in the books of accounts at the time of actual drain out.

25.05 Inactive Stock Penalty:-

RSBCL has recovered Inactive Stock Penalty of ₹ 1,105.67 Lakhs (P.Y. ₹ 1,383.25 Lakhs) as per LSP. The Calculation of income from inactive stock penalty has been taken as per the Inactive Stock Penalty module in the Integrated Excise Management System Software. The Inactive stock penalty has been calculated on case boxes including loose bottles as per LSP. The age of the stock available on 1st April 2021 has been calculated on actual basis.

- (i) As per clause 9.4 of Liquor Sourcing Policy of the corporation, Inactive stock penalty charges (Income) recovered from M/s Rajasthan State Ganganagar Sugar Mills Limited (Supplier) amounting ₹ Nil Lakhs (P.Y. ₹ 3.98 Lakhs) is written back as both RSBCL and RSGSML are governed by the same administrative department.
- (ii) During the year, corporation has waived off the inactive stock penalty of ₹ Nil Lakhs [Previous Year ₹ 178.03 Lakhs because of lockdown imposed due to Covid-19 Pandemic from 01.04.2020 to 03.05.2020 as per decision taken in 75th board meeting held on 18.02.2021].
- (iii) Stock of unapproved brands (Case-5,292, Bottles-4,171) is under process of disposal/drain out as per LSP.

25.06 Loading and Unloading work through contractor:

The Corporation has hired contractors through bid system at District level for Loading/Unloading of stock at Depots. This work is done by the Labourers at all the depots. The stock from the vehicles of manufacturers is unloaded by the contract labour at RSBCL Depots. The Corporation pays ₹ 2.50 per case plus GST as per applicable rates to the

authorized contractor after deducting the unloading charges from the weekly payments of the suppliers (along with the GST). Loading of purchased stock into Licensee's vehicles is carried out by the contract labour at RSBCL Depots. The authorized contractor is paid ₹ 2.50 per case plus GST as per applicable rates for loading of stock. The loading charges are recovered from the Licensees as additional amount along with invoice.

The Corporation has collected ₹ 1,725.53 Lakhs (P.Y. ₹ 1,235.36 Lakhs) from the Licensees and the Suppliers.

The Corporation has earned ₹ 632.32 Lakhs (P.Y. ₹ 653.55 Lakhs) during the year for loading and unloading contract work. During the year, Corporation has waived off the contract amount of ₹ 52.98 Lakhs [Previous Year ₹ NIL] because of lock down due to Covid-19 Pandemic as per decision taken in 76th board meeting held on 28.07.2021.

- 25.07** Entry for sales, purchase, inventory, other income (Inactive Stock Penalty, RSBCL margin, penalty for shortage in MIS, OFS Extension, TOO Receipts, Margin money drain out etc.) is done on the basis of reports generated by the Integrated Excise Management System. The same are majorly automated and rest in the process of being automated.
- 25.08** Privilege Fee of ₹ 500.00 Lakhs (P.Y. ₹ 500.00 Lakhs), License Fee of ₹ 320.00 Lakhs (P.Y. ₹ 320.00 Lakhs) and Application Fee of ₹ 4.00 Lakhs (P.Y. ₹ 4.00 Lakhs) has been paid to the Government of Rajasthan during the year 2021-22.
- 25.09** The Provision for Doubtful Debts of ₹ 35.30 Lakhs (P.Y. ₹ 35.07 Lakhs) is standing as under:-
- (a) Recoveries due from retailers for the year 2006-2007:- ₹ 3.64 Lakhs (P.Y. ₹ 3.64 Lakhs)
 - (b) Recoveries due from retailers for the year 2007-2008:- ₹ 4.87 Lakhs (P.Y. ₹ 4.87 Lakhs)
 - (c) Composition Tax due from Retailers for the year 2009-2010:- ₹ 5.24 Lakhs (P.Y. ₹ 5.24 Lakhs)
 - (d) Unrecovered Inactive Stock Penalty from Suppliers for the year 2007-2008:- ₹ 10.07 Lakhs (P.Y. ₹ 10.07 Lakhs)
 - (e) Unrecovered Inactive Stock Penalty on confiscated goods:- ₹ 1.74 Lakhs (P.Y. ₹ 1.74 Lakhs)
 - (f) Unrecovered Inactive Stock Penalty from Suppliers ₹ 6.11 Lakhs (P.Y. ₹ 6.11 Lakhs)
 - (g) Suppliers having Debit Balance ₹ 3.40 Lakhs (P.Y. ₹ 3.40 Lakhs).
 - (h) During the year provision of ₹ Nil Lakhs (P.Y. ₹ 3.22 Lakhs) has been reversed.
 - (i) Unsecured and considered good of ₹ 0.23 Lakhs (P.Y. ₹ NIL Lakhs)
- 25.10** In the opinion of the Board, Current Assets, Loans and Advances (Assets) have a realizable value in the ordinary course of business at least equal to the amount at which they are stated.
- 25.11**
- a) The Debit/Credit balances of Sundry Debtors, Sundry Creditors, EMD payable are subject to reconciliation and confirmation.
 - b) Bank balance has been taken and accepted as per books of accounts.
 - c) Previous figures have been re-grouped or rearranged wherever considered necessary.
- 25.12** There is a deposit lying in non-interest bearing PD A/c of the Corporation ₹ 630.53 Lakhs (P.Y. ₹ 455.53 Lakhs) out of which ₹ 100.00 Lakhs was received from the state government in lieu of Share Capital and ₹ 530.53 Lakhs credited on account of interest. There is no rider on withdrawal from the account.

There is another deposit lying in Interest bearing PD A/c of the Corporation ₹ 5,000.00 Lakhs (P.Y. ₹ 5,000.00 Lakhs) out of surplus of the Corporation and there is no rider on withdrawal from the account. Interest amounting to ₹ 175.00 Lakhs on this account has been credited in the non-interest bearing PD Account.

25.13 Prior Period and Exceptional Items (AS-5)

During the year, Prior Period Income (Net of Expenses) of ₹ 15.95 Lakhs (Net) (P.Y. ₹ 67.74 Lakhs) is booked as under :-

S.No.	Particulars	Amount (₹ in Lakhs)
1.	Prior Period Expenses	
	Salary	2.89
	IT Service (FMS)	5.84
	Loading & Unloading Charges	3.96
	Others	0.07
	Total	12.76
	Less: Expenses Reversed	6.50
	Net Total	6.26
2	Prior Period Income	
	Penalty	22.18
	Others	0.03
	Total	22.21
	Prior Period Income (Net of Expenses)	15.95

25.14 Employee Benefits (AS-15)

25.14.01 In respect of defined contribution scheme like provident fund for employees on deputation, respective contributions are remitted to their parent organization on accrual basis.

25.14.02 Since all employees of the Corporation as on Balance Sheet date are on deputation basis, hence, it is not required for the Corporation to calculate actuarial valuation of gratuity and other retirement benefits payable to employees on deputation & therefore Corporation does not require to follow Accounting Standard AS-15 “Accounting for Retirement Benefits” issued by the Institute of Chartered Accountants of India.

25.14.03 Bonus and Ex-gratia expenses of ₹ 16.46 Lakhs (P.Y. ₹ 15.75 Lakhs) are booked for current year.

25.15 Segment Reporting (AS-17)

As the company's business activity falls within a single segment viz. 'Alcoholic Trading Activity' and the sales substantially being in the domestic market, the disclosure requirements of the Accounting Standard (AS)-17 “Segment Reporting” as prescribed by the Companies (Accounting Standard) Rules 2006 are not applicable. However, it does not have any impact on the true and fair view of the state of affairs in case of Balance Sheet and Profit and Loss Account.

25.16 Deferred Tax (AS-22)

The Company has recognized Deferred Tax Assets of ₹ 4.73 Lakhs (P.Y. Deferred Tax Assets ₹ 5.39 Lakhs) as on 31-03-2022 in respect of timing difference on account of Depreciation and other disallowances.

25.17 Insurance Coverage

The Company has covered its Fixed Assets under a mega risk insurance policy which is subject to sanctions limitation and exclusion.

25.18 Related Party Disclosure (AS-18)

25.18.01 As per Accounting Standard 18 (AS-18) 'Related Party Disclosures', prescribed by the Companies (Accounting Standard) Rules, 2006, the disclosures of transactions with the related parties as defined in AS-18 are given below :

Key Management Personnel:-

Name of the Related Party	Designation	Work Period
T. RAVIKANTH, IAS	Chairman Cum Managing Director	01.04.2021 to 18.01.2022
SURESH CHAND GUPTA, IAS	Chairman Cum Managing Director	19.01.2022 to 31.03.2022
SUKHAVEER SAINI, RAS	Executive Director	01.04.2021 to 31.03.2022
VIJAY GARG	Independent Director	01.04.2021 to 31.03.2022
L.D. SHARMA	Independent Director	01.04.2021 to 31.03.2022
HARISH KUMAR LALWANI, R. Ac.S	G.M.(O)	01.04.2021 to 31.03.2022
BRAHMA PRAKASH SHARMA, R.Ac.S	G.M.(F&A)	01.04.2021 to 31.03.2022

25.18.02 Transactions during the period with Related Parties

(₹ in Lakhs)

S.No.	Nature of Transaction	Key Management Personnel F.Y. 2021-22	Key Management Personnel F.Y. 2020-21	Outstanding as on 31.03.2022	Outstanding as on 31.03.2021
A. Profit & Loss A/c					
1	Honorarium	0.59	0.47	0.00	0.11
2	Salary & Allowances	71.59	66.75	5.85	5.19
3	Travelling Expenses	0.34	0.19	-	-
4	Other Allowances	0.53	0.85	-	-
B. Balance Sheet					
1	Salary & Allowances	-	-	-	-
C. Off Balance Sheet Items-					
		-	-	-	-

There is no Subsidiary Company, Associates or Holding Company.

25.19 Details of Opening Stock, Purchases, Sales & Closing Stock

Quantitative information regarding opening and closing stock, sales, purchases, goods in transit:-

Particulars	Nature of Goods	Qty (in Bottles) F.Y. 2021-22	Amount (₹ in Lakhs) F.Y. 2021-22	Qty (in Bottles) F.Y. 2020-21	Amount (₹ in Lakhs) F.Y. 2020-21
Opening Stock as on 01.04.21	IMFL/FMFL	3,34,73,149	83,929.83	3,19,54,861	77,025.09
	BEER	2,80,41,414		2,89,18,434	
	Hand Sanitizer	1,12,241		-	
Purchases	IMFL/FMFL	29,22,57,847	7,10,050.28	25,40,71,959	5,60,228.22
	BEER	31,19,57,159		20,88,57,896	
	Hand Sanitizer	2,67,460		24,84,132	
Sales	IMFL/FMFL	30,71,34,800	7,49,270.71	25,22,51,024	5,55,206.97
	BEER	32,89,53,982		20,73,23,905	
	Hand Sanitizer	3,34,097		23,50,435	
MIS Shortage	IMFL/FMFL	1,54,681	1,907.28	96,776	2,984.13
	BEER	4,29,923		17,70,111	
	Hand Sanitizer	20,261		21,456	
Closing Stock as on 31.03.22	IMFL/FMFL	1,82,43,091	46,976.69	3,34,80,904	83,163.65
	BEER	86,36,514		2,80,41,253	
	Hand Sanitizer	25,343		1,12,241	
	Expired Beer	38,803		-	
Goods in Transit as on 31.03.22	IMFL/FMFL	1,98,424	1,826.65	1,98,116	766.18
	BEER	19,78,154		6,41,061	
	Hand Sanitizer	-		-	

25.20 Disclosure under Micro, Small and Medium Enterprises Development Act:

The details of amounts outstanding to Micro, Small and Medium Enterprises under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act), based on the available information with the Company are as under:

(₹ in Lakhs)

S.No.	Particulars	As at March 31,2022	As at March 31,2021
1	Principal amount outstanding	-	0.88
2	Principal amount due and remaining unpaid	-	0.88
3	Interest due on (2) above and the unpaid interest	-	-
4	Interest paid on all delayed payments under the MSMED Act.	-	-
5	Payment made beyond the appointed day during the year	-	-
6	Interest due and payable for the period of delay other than (4) above	-	-
7	Interest accrued and remaining unpaid	-	-
8	Amount of further interest remaining due and payable in succeeding years	-	-

Dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the Management. This has been relied upon by the auditors. Dues to Micro and Small Enterprises have been paid out during the FY 2021-22.

25.21 Payment to Statutory Auditors:

S.No.	Particulars	F.Y. 2021-22 (₹ in Lakhs)	F.Y. 2020-21 (₹ in Lakhs)
(a)	For Statutory Audit	2.50	2.00
(b)	For Tax Audit	0.60	0.51
(c)	For Reimbursement of expenses	-	-

The above payments are exclusive of GST.

25.22 Provisions, Contingent Liabilities and Commitments (to the extent not provided for)
25.22.01 Movement in Provisions: (₹ in Lakhs)

Year	2021-22		2020-21	
	Debtors	Others	Debtors	Others
Opening Balance	35.07	-	38.29	-
Add: Provisions made during the year	0.23	-	-	-
Less: Provision written back/reclassified /reduction during the year	-	-	3.22	-
Closing Balance	35.30	-	35.07	-

25.22.02 Contingent Liability not provided for in respect of:

(₹ in Lakhs)

Particulars	As on 31.03.2022	As on 31.03.2021
(i) Contingent Liabilities		
(A) Claim against the Company not Acknowledged as debt.	1,835.39	1,814.92
(B) Guarantees		
(C) Other money for which the Company is contingently liable		
(ii) Commitments.		
(A) Estimated amount of contracts remaining to be executed on capital account and not provided for		
(B) Uncalled liabilities on shares and other investments partly paid		
(C) Other Commitments		

- A. **The claims not accepted and not provided:** -A claim of ₹ 8.92 Lakhs raised by one of the contractors Ms. Anu Gupta is pending for decision before the Hon'ble Raj. High Court Jaipur.

B. Income Tax:

I. Assessment year 2017-18: - In Assessment year 2017-18, the Income Tax Dept. has raised a demand of ₹ 242.19 Lakhs against the corporation u/s 143(3) for disallowance of deduction claimed under section 80G. The Corporation has deposited 20 % of total demand of A.Y. 2017-2018 of ₹ 48.43 Lakhs on 26.12.2019 and balance demand of ₹ 193.76 Lakhs has been stayed till disposal of appeal. However amounting of ₹ 193.76 Lakhs has been adjusted in the financial year 2020-21 by Income Tax Department from the Refund pertaining for A.Y. 2019-20. The matter is under appeal before CIT (appeals).

II. Assessment year 2008-09: - In Assessment year 2008-09, the Income Tax Dept. has raised a Penalty demand of ₹ 21.00 Lakhs against the Corporation u/s 143(3) for disallowance of deduction claimed. The Corporation has deposited 20 % of total demand of A.Y. 2008-2009 of ₹ 4.20 Lakhs on 18.02.2022 and balance demand of ₹ 16.80 Lakhs has been stayed till disposal of appeal. The matter is under appeal before CIT (appeals).

C. Service Tax:

I The Commissioner of CGST & Central Excise Commissionerate has issued show cause notice of ₹ 1,712.17 Lakhs as service tax on the gross margin under the service tax category Business Auxiliary Service up to June-2017 (for the F.Y. 2015-16 to 2017-18). The commissioner has finalized the order Dated 31.05.19 in which he has raised demand of service tax amounting to ₹ 3,42,50,377/-, interest amounting to ₹ 3,42,50,377/-, penalty amounting to ₹ 34,25,037/- Total ₹ 7,19,25,791/-. RSBCL has filed an appeal against the said order in CESTAT, New Delhi. Corporation has deposited an amount of ₹ 25,68,788/- against said order.

II The Commissioner of Central Excise Jaipur-I raised a show cause notice dated 18.11.2016 of ₹ 2,053.17 Lakhs as service tax on the gross margin and other receipts under the service tax category Business Auxiliary Service from April 2011 to March 2015 for the above show cause notice of ₹ 2,053.17 Lakhs corporation has submitted detailed reply along with own order of the Hon'ble Rajasthan High Court. The Commissioner has finalized the order against the corporation dated 31-05-2019 in which he has raised demand of service tax amounting to ₹ 2,80,71,100/-, interest amounting to ₹ 2,80,71,100/-, penalty amounting to ₹ 2,80,71,100/-, penalty amounting to Rs 20,000/- total ₹ 8,42,33,300/- RSBCL has filed an appeal against the said order in CESTAT, New Delhi. Corporation has deposited an amount of ₹ 21,05,332/- against said order.

D. Liability pertaining to following court cases has not been accounted for in the books of accounts:

RSBCL has filed an appeal in Rajasthan High Court Jaipur Bench against the decision of District Judge City Sawai Madhopur deciding the case in favour of Mrs. Munni Devi pertaining to her claim of godown rent of Sawai Madhopur Depot. As per decision of Board, RSBCL also deposited amount of ₹ 1.69 Lakhs to the District Judge, Sawai Madhopur.

E. Liability of Seventh pay commission as per resolution no. 1/1/2013-E.III (A) related to following Govt./PSUs/Organizations has not been provided for 49 (P.Y. 36) employees in the books of accounts as the respective parent departments have not approved effect of 7th pay Commission.

S. No.	Name of the Department	Total No. of Employees	7 th Pay Commission Approved	7 th Pay Commission Not Approved
1	State Government (DTA)	100	100	0
2	Raj. Rajya Sahkari Spinning and Ginning Mills (Spin Fed)	4	0	4
3	Raj. State Handloom Develop. Corp. (RSHDC)	6	6	0
4	Ajmer Vidyut Vitran Nigam Ltd. (AVVNL)	10	10	0
5	Bikaner Sahkari Upbokta Bhandar Ltd. (BSUBL)	1	0	1
6	Raj. Rajya Bunker Sahkari Sangh	2	0	2
7	Hindustan Salts Ltd. (HSL)	1	0	1
8	Raj. Tourism Develop. Corp. (RTDC)	7	0	7
9	Raj. Financial Corp. (RFC)	12	12	0
10	Raj. Rajya Vidyut Utpadan Nigam Ltd. (RRVUNL)	6	6	0
11	Raj. State Road Transport Corp. (RSRTC)	31	0	31
12	State Government (DOIT)	12	12	0
13	Raj. Rajya Tilhan Utpadak Sahkari Sangh Ltd. (TILAM Sangh)	3	0	3
	TOTAL	196 (P.Y. 180)	147 (P.Y. 144)	49 (P.Y. 36)

Provident Fund of Employees on deputation:

- F. Earlier, operators were deployed by the M/s Trimax IT infrastructure and services Limited at various Depot of RSBCL but there is no information regarding the payment of contribution to Provident Fund which was about ₹ 37.22 Lakhs upto 31 March 2016 and ₹ 6.91 Lakhs (approx.) for 2016-17 and ₹ 5.81 Lakhs (approx.) for 2017-18 (upto 30.09.2017). As per the recommendations of C&AG if the said amount is not contributed as per the Act then as a State Public Sector Undertaking, RSBCL is liable to contribute the said amount as the operators are deployed in RSBCL. The confirmation in this regard was sought from M/S Trimax IT Infrastructure & Service Limited but no confirmation is received yet. The PF contribution amount has been adjusted from the Security Deposit (₹ 45.48 Lakhs) and ₹ 8.79 Lakhs payable to Trimax for the month of September 2017. Liability for PF of Trimax of ₹ 54.27 Lakhs has been provided in the books of accounts. The case is pending in National Company Law Tribunal (NCLT).
- G. RSBCL has not paid ₹ 48.02 Lakhs out of which ₹ 29.34 Lakhs (for period Jan 2011 to Aug 2011), ₹ 11.00 Lakhs (December, 2011 to February, 2012) and ₹ 7.68 Lakhs for April, 2012 in respect of payment of operator and manpower deployed at various depots of RSBCL by TSP during the period from January, 2011 to June, 2012 due to non-completion of project as per the conditions of the work order. The Corporation has already paid and provided five months expenses in books of accounts and no further payment is made as per para 5(1) of the agreement. The Board of Directors has not determined any dues payable to Trimax. Hence, no contingent liability has been provided for.

25.23 Corporate Social Responsibility:

Provision for CSR expenses amounting to ₹ 73.09 Lakhs (P.Y. ₹ 62.67 Lakhs) is made in the books of accounts and ₹ 73.09 Lakhs (P.Y. ₹ 62.67 Lakhs) has been deposited in separate bank account during the F.Y. 2022-23.

(₹ in Lakhs)

CSR of the Corporation		
S.No.	Particulars	Amount
1	Amount required to be spent by the company during the year.	73.09
2	Amount of expenditure incurred.	Nil
3	Shortfall at the end of the year.	73.09
4	Total of previous year's provision	124.51
5	Reason for shortfall.	Transferred to a special CSR Bank A/c being amount to be spent under a project to be implemented in next three years.
6	Nature of CSR activities.	The CSR committee discussed and recommended the Board for allotment of CSR Fund of ₹ 62.67 Lakhs to Social Justice and Empowerment Department for various arrangements at Mentally Retarded and Rehabilitation Centre, Jamdoli
7	Details of related party transactions, e.g. contribution to a trust controlled by the company in relation to CSR expenditure as per relevant Accounting Standard,	NA
8	Where a provision is made with respect to a liability incurred by entering into a contractual obligation, the movement in the provision during the year should be shown separately.	NA

25.24 Penalty on MIS Shortage:

Penalty due to shortage in MIS has been booked in accounts as per LSP (2021-22) according to which the amount of penalty is equal to Landed Cost amounting to ₹ 73.95 Lakhs (P.Y. ₹ 89.48 Lakhs)

25.25 Rate Revision:

The Corporation has shown ₹ 899.80 Lakhs as decrease (P.Y. ₹ 5269.31 Lakhs as increase) in cost on account of rate revision for various brands. Debit note/Supplementary invoices for such rate revision were duly issued/received.

25.26 State Renewable Fund:

Rajasthan State Beverages Corporation Limited falls under the purview of BPE i.e. Bureau of Public Enterprises. Hence is required to contribute to State renewable Fund. Provision has been made for 2021-22 of ₹ 4.00 Lakhs (P.Y. ₹ 4.00 Lakhs)

25.27 VAT Input and Cow Cess:

- (i) The Corporation has VAT input receivable/adjustable amounting to ₹ 830.36 Lakhs (P.Y. ₹ 4,371.08 Lakhs) at the end of the year 2021-22.
- (ii) The Corporation has Cow Cess input receivable/adjustable amounting to ₹ 104.24 Lakhs (P.Y. ₹ 812.19 Lakhs) at the end of the year 2021-22.

25.28 Other Observations:

The management regularly monitors the legal cases pending and the legal expenses/fees paid are as per norms. The following is the list of age-wise classification of pending legal cases in year 2021-22 are as follows:

S. No.	Ageing of Pending cases	No. of Cases	Amount Involved (₹ In Lakhs)		Reasons of Pendency
			Payables	Receivables	
1	0-3 Years	80	0	0	These cases are lying pending in the various courts.
2	4-6 Years	17	0	5.95	
3	7-10 Years	08	0	11.39	
4	Others	05	8.92	49.23	

25.29 Few fixed assets of Corporation are shown at value less than the salvage value calculated as per Companies Act, 2013. With reference to GN (A) 35 Guidance Note on Accounting for depreciation in companies in the context of Schedule II of the Companies Act, 2013 issued by ICAI, in some cases the residual value is estimated to be less than five percent of the original cost of the asset, the same has been used. As it is not necessary to make a disclosure in such a case, hence, no disclosure for adopting the residual value less than 5% of cost of the asset is made by the corporation.

25.30 During the year the Corporation has reversed an amount of ₹ Nil Lakhs (PY ₹ 43.99 Lakhs) on account of stale cheques issued in earlier years and not presented to bank till date. The same were lying in bank reconciliation statement since long hence it has been considered prior period income as specific details are not available to the corporation.

25.31 During the year the Corporation has debited an amount of ₹ Nil Lakhs (PY ₹ 46.50 Lakhs) on account of amount debited by bank in earlier years. The same were lying in bank reconciliation statement since long hence it has been considered prior period expenses as specific details are not available to the corporation.

25.32 In the year 2020-21, it has come to notice that the importers of Foreign Liquor have paid applicable custom duty in preceding years less than what was stated in the cost sheet at the relevant time. Such excess over and above actuals were retained by the suppliers (importers), therefore, RSBCL has recovered an amount of ₹ 75.86 Lakhs (PY ₹ 1,361.28 Lakhs) from the Suppliers (Importers) of Foreign Liquor by debiting their running account maintained with RSBCL. The amount so recovered has been shown as other current liabilities in Note No.6 forming part of financial statements as RSBCL apprehends that the said amount may be paid in future to the consumer/consumer welfare fund. One of the supplier from which excess custom duty was recovered has filed case against Corporation for the recovered amount. The case is still pending in the High Court.

25.33 During the year the Corporation has paid ₹ 243.99 Lakhs (PY ₹ 213.40 Lakhs) as application fee for participation in tender for retail liquor shops. The same has been charged to profit & loss account as the application fee is non-refundable irrespective of outcome of tender.

25.34 In the FY 2021-22, liquor shops have been run by corporation as per Excise policy of the Government of Rajasthan. The Corporation has maintained separate records of purchase, sales, income and expenditure of these shops. At the end of the year, the corporation has merged business transactions of shops with its main business transactions.

25.35 Ageing as per Schedule III of Companies Act.

The following ageing schedule is given for Trade payables due for payment:-

Trade Payables against goods ageing schedule

(₹ in Lakhs)

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Others (2021-22)	82,430.53	128.66	45.45	545.11	83,149.75
Others (2020-21)	1,15,044.32	255.02	317.37	516.72	1,16,133.43

Trade Payables against Exp. ageing schedule

(₹ in Lakhs)

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Others (2021-22)	685.14	9.80	125.79	83.42	904.15
Others (2020-21)	297.64	126.67	8.89	87.82	521.03

For trade receivables outstanding, following ageing schedule is given:-

Trade Receivables ageing schedule

(₹ in Lakhs)

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months 1 year	1-2 years	2-3 years	More than 3 years	
Undisputed Trade receivables considered good (2021-22)	0.00	84.23	0.00	0.00	35.30	119.53
Undisputed Trade receivables considered good (2020-21)	0.00	0.00	0.00	0.00	35.30	35.30

25.36 Ratio as per Schedule III of Companies Act :-

Name of Ratio	2021-22	2020-21	Change in %
Current Ratio	1.15 (1,02,106.01/88,697.81)	1.08 (1,42,327.64/1,32,079.98)	6.84
Return on Equity	15.69 (3,137.77/200.00)	15.42 (3,084.53/200.00)	1.96
Inventory turnover ratio	11.20 (7,43,562.03**/66,382.90)	6.85 (5,51,068.98/80,490.67)	63.61
Trade Receivable Turnover ratio*	NA	NA	NA
Trade Payable Turnover ratio	7.05 (7,08,208.78/1,00,388.24)	5.26 (5,58,000.14/1,06,079.21)	31.44
Net capital Turnover ratio	3746.80 (7,49,359.63/200.00)	2779.78 (5,55,956.70/200.00)	34.79
Net profit Ratio	0.0042 (3,137.77/7,54,710.09)	0.0055 (3,084.53/5,61,051.42)	-24.20
Return on Cap. Employed	22.51 (4,502.33/200.00)	15.86 (4,460.76/200.00)	-5.31
Return on Investment	NA	NA	NA

Changes more than 25% in ratios is due to higher sale in comparison to last year sale.

* Trade Receivable shown in balance sheet is only for Expense and not for Goods.

**The Cost of goods sold (Sales-Gross profit) for the year 2021-22 is ₹ 7,43,562.02 (7,49,359.63-5,797.60) and for the year 2020-21 is ₹ 5,51,068.98 (5,55,956.70-4,887.72)

As per our report of even date attached

For Gopal Sharma & Co.
Chartered Accountants
(FRN :002803C)

For and on behalf of the Board of Directors

(Preetam Sharma)
Partner
M.No. :437669
UDIN: 22437669AUHBAK9805

(Brahma Prakash Sharma)
GM (Finance)

(Leela Dhar Sharma)
Independent Director
DIN : 01528681

Place : Jaipur
Date : 23.09.2022

(Sukhaveer Saini)
Executive Director
DIN : 08421483

(K.K. Pathak)
CMD
DIN : 08328847



संख्या/No. ए.एम.जी.-4/वित्त-III/की-11014/एल/1
आ.एस.की.सी.एल.1/कु-06/2021-22/0-1675A

भारतीय लेखापरीक्षा और लेखा विभाग

कार्यालय प्रधान महालेखाकार (लेखापरीक्षा-I) राजस्थान
जनपथ, जयपुर - 302 005

INDIAN AUDIT AND ACCOUNTS DEPARTMENT
OFFICE OF THE PRINCIPAL ACCOUNTANT GENERAL (AUDIT-I) RAJASTHAN
Janpath, Jaipur- 302 005

दिनांक/Date. 24-11-2022.

अध्यक्ष एवं प्रबन्ध निदेशक,
राजस्थान स्टेट बेवरेजेज कार्पोरेशन लिमिटेड,
डी. ब्लाक, वित्त भवन जनपथ, जयपुर

विषय:- राजस्थान स्टेट बेवरेजेज कार्पोरेशन लिमिटेड के 31 मार्च 2022 को समाप्त वर्ष के लेखों पर भारत के नियंत्रक महालेखापरीक्षक की टिप्पणी।

महोदय,

मुझे कम्पनी अधिनियम की धारा 143(6)के अंतर्गत कम्पनी की वार्षिक साधारण सभा में प्रस्तुत करने हेतु 31 मार्च 2022 को समाप्त वर्ष के लिए राजस्थान स्टेट बेवरेजेज कार्पोरेशन लिमिटेड, जयपुर के वित्तीय विवरणों पर कम्पनी अधिनियम की धारा 143(6)(b)के अधीन शून्य टिप्पणी प्रमाण पत्र जारी करने का आदेश प्राप्त हुआ है।

उपरोक्त अवधि के वित्तीय विवरणों एवं लेखापरीक्षकों की रिपोर्ट की सात प्रतियां, जैसी कि साधारण सभा में रखी जावें तथा स्वीकृत की जावें, कृपया इस कार्यालय को शीघ्र भिजवाने का श्रम करें।

संलग्न: उपरोक्तानुसार

भवदीय,

Naanae

उपमहालेखाकार/ए.एम.जी.-IV

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DRAFT COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143(6)(b) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL STATEMENTS OF RAJASTHAN STATE BEVERAGES CORPORATION LIMITED FOR THE YEAR ENDED 31 MARCH, 2022.

The preparation of financial statements of Rajasthan State Beverages Corporation Limited for the year ended 31 March 2022 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 (Act) is the responsibility of the management of the company. The statutory auditors appointed by the Comptroller and Auditor General of India under section 139(5) of the Act are responsible for expressing opinion on the financial statements under section 143 of the Act based on independent audit in accordance with the standards on auditing prescribed under section 143(10) of the Act. This is stated to have been done by them vide their Audit Report dated 23 September 2022.

I, on behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit of the financial statements of Rajasthan State Beverages Corporation Limited for the year ended 31 March 2022 under section 143(6)(a) of the Act. This supplementary audit has been carried out independently without access to the working papers of the statutory auditors and is limited primarily to inquiries of the statutory auditors and company personnel and a selective examination of some of the accounting records.

On the basis of my supplementary audit nothing significant has come to my knowledge which would give rise to any comment upon or supplement to statutory auditors' report under section 143(6)(b) of the Act.

**For and on behalf of
the Comptroller and Auditor General of India**



(K. Subramaniam)

**Principal Accountant General(Audit-I)
Rajasthan, Jaipur**

Place: Jaipur

Date : 24-11-2022.

RAJASTHAN STATE BEVERAGES CORPORATION LTD.

(A Government of Rajasthan Undertaking)

Vitta Bhawan, D-Block, First Floor, Jyoti Nagar, Janpath, Jaipur-302005

Tel: 0141-2744231 Fax: 0141-2744237, web- www.excise.rajasthan.gov.in,

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CIN: U15511RJ2005SGC020336

PROXY FORM

[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./*DP& Client Id: I/We, being the members(s) ofshares of the above name company hereby appoint:

(1)Name.....Address.....

.....E-mail.....Signature:

.....or failing him/her;

(2)Name.....Address.....

.....E-mail.....Signature:

.....or failing him/her;

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 17th Annual General Meeting of the Company, to be held on Friday, the 2nd December, 2022 at the registered office of the Corporation at the address mention above, at 2:30 PM and at any adjournment thereof in respect of such resolutions as are indicated below:

S.No. Resolutions **For Against ORDINARY/SPECIAL BUSINESS**

S.No	Resolutions	For	Against
1.	Receive, consider and adopt the Audited Financial Statements for the year 2021-22 and the Reports of the Directors and Auditors thereon		
2.	Declaration of Dividend		
3.	Remuneration of Statutory Auditors		

Signed theday ofDecember, 2022

Signature of the Shareholder

(Affix Revenue Stamp)

Signature of first proxy holder/signature of second proxy holder.