



27<sup>th</sup> ANNUAL REPORT : 2020-21

**MUDUNURU LIMITED**

**27<sup>th</sup> ANNUAL REPORT  
2020-21**

## **CORPORATE INFORMATION**

### **BOARD OF DIRECTORS**

- |                     |   |                                     |
|---------------------|---|-------------------------------------|
| Mr. P. Uday Bhaskar | - | Whole-Time Director                 |
| Mr. T. Kiran        | - | Executive Director                  |
| Mr. R. C. Rahul     | - | Non-Executive, Independent Director |
| Mr. R. C. Ratul     | - | Non-Executive, Independent Director |

### **CHIEF FINANCIAL OFFICER**

Mr. Mani Santhosh Sanyasi Raju Jampana

### **COMPANY SECRETARY**

Mr. Pankaj Tulsayani

### **REGISTERED OFFICE**

My First Office, A Square Business Center,  
Waltair Main Road,  
Beside Mira collections,  
Waltair Uplands,  
Siripuram, Visakhapatnam  
530002

### **STATUTORY AUDITORS**

M/s. V. Ravi & Co  
Chartered Accountants,  
Hyderabad

### **INTERNAL AUDITOR**

Bandaru & Associates.,  
Chartered Accountants  
Visakhapatnam

### **SECRETARIAL AUDITOR**

Mrs. Aakanksha  
Practicing Company Secretary  
Hyderabad.

**CORPORATE IDENTITY NUMBER**

L72900AP1994PLC039248

**AUDIT COMMITTEE**

1. Mr. R. C. Rahul - Chairman
2. Mr. R. C. Ratul - Member
3. Mr. P. Uday Bhaskar - Member

**NOMINATION & REMUNERATION COMMITTEE**

1. Mr. R. C. Rahul - Chairman
2. Mr. R. C. Ratul - Member

**STAKEHOLDERS RELATIONSHIP COMMITTEE**

1. Mr. R. C. Rahul - Chairman
2. Mr. R. C. Ratul - Member
3. Mr. P. Uday Bhaskar - Member

**INDEPENDENT DIRECTORS**

1. Mr. R. C. Rahul -Chairman
2. Mr. R. C. Ratul -Member

**LISTED AT**

BSE Limited  
The Calcutta Stock Exchange Limited

**REGISTRAR & SHARE TRANSFER AGENTS**

M/s. Aarthi Consultants Private Limited  
1-2-285, Near Gaganmahal Nursing Home,  
Street No 7, Domalguda, Hyderabad-  
500029.  
Ph: 040-27638111/27634445, Fax: 040-27632184

**WEBSITE:** [www.mudunuru.com](http://www.mudunuru.com)

**ISIN:** INE491C01027

**INVESTOR E-MAIL ID:** [info@mudunuru.com](mailto:info@mudunuru.com)

## **NOTICE**

Notice is hereby given that the Twenty Seventh Annual General Meeting of the Shareholders of M/s. Mudunuru Limited will be held on Thursday, the 30<sup>th</sup> day of September 2021 at 12.30 p.m. through Video Conferencing (VC) / Other Audio-Visual Means (OAVM), to transact the following business:

### **ORDINARY BUSINESS:**

1. To receive, consider and adopt the Audited Balance Sheet as at March 31, 2021, the Statement of Profit & Loss and Cash Flow Statement for the year ended on that date together with the Notes attached thereto, along with the Reports of Auditors and Directors thereon.
2. To appoint a director in place of Mr. T. Kiran (DIN: 00472025) who retires by rotation and being eligible, offers himself for re-appointment.

### **SPECIAL BUSINESS:**

#### **3. REAPPOINTMENT OF MR. P. UDAY BHASKAR (DIN: 02773570) AS WHOLE-TIME DIRECTOR OF THE COMPANY:**

To consider and if thought fit, to pass with or without modification(s), the following resolution as an **Ordinary Resolution**:

**“RESOLVED THAT** pursuant to the provisions of Sections 196, 197, 203 read with Schedule V and other applicable provisions if any, of the Companies Act, 2013 including any statutory modification(s) or re-enactment thereof for the time being in force and Articles of Association of the Company, the consent of the members of the company be and is hereby accorded to re-appoint Mr. P. Uday Bhaskar (DIN: 02773570) as a whole time director of the Company for a period of three years with effect from 09.08.2021 to the 30<sup>th</sup> Annual General Meeting to be held in the year 2024 at a present remuneration of Rs. 6,00,000/- per annum and the Board of Directors be and is hereby authorized to vary or increase the remuneration, perquisites, and allowances etc. within such prescribed limits in terms of Schedule V of the Companies Act, 2013, as amended from time to time.”

**“RESOLVED FURTHER THAT** in the event of losses or inadequacy of profits in any financial year during his tenure the Company shall pay to Mr. P. Uday Bhaskar, remuneration by way of salaries and allowances as specified above as minimum remuneration and in accordance with the limits specified under the Companies Act, 2013 read with Schedule V to the Companies Act 2013, or such other limit as may be prescribed by the Government from time to time”.

**"RESOLVED FURTHER THAT** the Board be and is hereby authorized to approve the terms and conditions including any changes in remuneration and to do all such acts, deeds, matters and things as may be considered necessary, appropriate and desirable to give effect to the resolution."

**For and on behalf of the Board of  
Mudunuru Limited**

**Place: Vishakhapatnam  
Date: 14.08.2021**

**Sd/-  
P. Uday Bhaskar  
Whole-Time Director  
(DIN: 02773570)**

**Notes:**

1. Explanatory Statement pursuant to Section 102 of the Companies Act, 2013, in respect of the Ordinary/Special Business to be transacted at the Annual General Meeting as set out in the Notice is annexed hereto.
2. In pursuance of Regulation 36 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Secretarial Standard on General Meetings, details in respect of the Directors seeking appointment/ re-appointment at the AGM, form part of this Annual Report.
3. The Deemed venue of the 27<sup>th</sup> Annual General Meeting shall be its registered office.
4. Pursuant to Section 91 of the Companies Act, 2013, the Register of Members and Share Transfer Books of the Company will remain closed from 24.09.2021 to 30.09.2021 (Both days inclusive).
5. As you are aware, in view of the situation arising due to COVID-19 global pandemic, the general meetings of the companies shall be conducted as per the guidelines issued by the Ministry of Corporate Affairs (MCA) vide Circular No. 14/2020 dated April 8, 2020, Circular No.17/2020 dated April 13, 2020 and Circular No. 20/2020 dated May 05, 2020 and extended circular dated January 13, 2021. The forthcoming AGM will thus be held through video conferencing (VC) or other audio-visual means (OAVM). Hence, Members can attend and participate in the ensuing AGM through VC/OAVM.
6. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and MCA Circulars dated April 08, 2020, April 13, 2020 and May 05, 2020 the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with Central Depository Services (India) Limited (CDSL) for facilitating voting through electronic means, as the authorized e-Voting's agency. The facility of casting votes by a member using remote e-voting as well as the e-voting system on the date of the AGM will be provided by CDSL.
7. The Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available to at all members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of first

come first served basis.

8. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of ascertaining the quorum under Section 103 of the Companies Act, 2013.
9. Pursuant to MCA Circular No. 14/2020 dated April 08, 2020, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM. However, in pursuance of Section 112 and Section 113 of the Companies Act, 2013, representatives of the members such as the President of India or the Governor of a State or body corporate can attend the AGM through VC/OAVM and cast their votes through e-voting.
10. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the AGM has been uploaded on the website of the Company at <https://www.mudunuru.com>. The Notice can also be accessed from the website of the Stock Exchange i.e., BSE Limited at [www.bseindia.com](http://www.bseindia.com). The AGM Notice is also disseminated on the website of CDSL agency for providing the Remote e-Voting facility and e-voting system during the AGM i.e., [www.evotingindia.com](http://www.evotingindia.com).
11. The Company has appointed Mrs. Aakanksha, Practicing Company Secretary, as scrutinizer of the Company to scrutinize the voting process.
12. Since securities of the Company are traded compulsorily in dematerialized form as per SEBI mandate, members holding shares in physical form are requested to get their shares dematerialized at the earliest.
13. In compliance with the aforesaid MCA Circulars and SEBI Circular dated May 12, 2020, Notice of the AGM along with the Annual Report 2020-2021 is being sent only through electronic mode to those Members whose email addresses are registered with the Company/Depositories.
14. Since the AGM will be held through VC / OAVM, the Route Map is not annexed in this Notice.

**THE INTRUCTIONS FOR SHAREHOLDRES FOR REMOTE E-VOTING ARE AS UNDER:**

- i. The voting period begins on 27.09.2021 at 9.00 a.m. and ends on 29.09.2021 at 5.00 p.m. During this period shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date of 23.09.2021 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- ii. Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.

- iii. Pursuant to SEBI Circular No. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated 09.12.2020, under Regulation 44 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, listed entities are required to provide remote e-voting facility to its shareholders, in respect of all shareholders’ resolutions. However, it has been observed that the participation by the public non-institutional shareholders/retail shareholders is at a negligible level.

Currently, there are multiple e-voting service providers (ESPs) providing e-voting facility to listed entities in India. This necessitates registration on various ESPs and maintenance of multiple user IDs and passwords by the shareholders.

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

- iv. In terms of SEBI circular no. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

Pursuant to above said SEBI Circular, Login method for e-Voting and joining virtual meetings for Individual shareholders holding securities in Demat mode is given below:

Type of shareholders	Login Method
Individual Shareholders holding securities in Demat mode with CDSL	1) Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are <a href="https://web.cdslindia.com/myeasi/home/login">https://web.cdslindia.com/myeasi/home/login</a> or visit <a href="http://www.cdslindia.com">www.cdslindia.com</a> and click on Login icon and select New System Myeasi. 2) After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by company. On clicking the evoting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting &



	<p>voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service Providers i.e., CDSL/NSDL/KARVY/LINKINTIME, so that the user can visit the e-Voting service providers’ website directly.</p> <p>3) If the user is not registered for Easi/Easiest, option to register is available at <a href="https://web.cdslindia.com/myeasi/Registration/EasiRegistration">https://web.cdslindia.com/myeasi/Registration/EasiRegistration</a></p> <p>4) Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile &amp; Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the evoting is in progress and also able to directly access the system of all e-Voting Service Providers.</p>
<p>Individual Shareholders holding securities in demat mode with NSDL</p>	<p>1) If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: <a href="https://eservices.nsdl.com">https://eservices.nsdl.com</a> either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the “Beneficial Owner” icon under “Login” which is available under ‘IDeAS’ section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on “Access to e-Voting” under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</p> <p>2) If the user is not registered for IDeAS e-Services, option to register is available at <a href="https://eservices.nsdl.com">https://eservices.nsdl.com</a>. Select “Register Online for IDeAS “Portal or click at <a href="https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp">https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp</a></p>

	<p>3) Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <a href="https://www.evoting.nsdl.com/">https://www.evoting.nsdl.com/</a> either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting</p>
<p>Individual Shareholders (holding securities in demat mode) login through their Depository Participants</p>	<p>You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</p>

**Important note:**

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

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

Login type	Helpdesk details
<p>Individual Shareholders holding securities in Demat mode with CDSL</p>	<p>Members facing any technical issue in login can contact CDSL helpdesk by sending a request at <a href="mailto:helpdesk.evoting@cdslindia.com">helpdesk.evoting@cdslindia.com</a> or contact at 022-23058738 and 22-23058542-43.</p>

Individual Shareholders holding securities in Demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at <a href="mailto:evoting@nsdl.co.in">evoting@nsdl.co.in</a> or call at toll free no.: 1800 1020 990 and 1800 22 44 30
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v. Login method for e-Voting and joining virtual meeting for shareholders other than individual shareholders holding in Demat form & physical shareholders.

1) The shareholders should log on to the e-voting website [www.evotingindia.com](http://www.evotingindia.com).

2) Click on “Shareholders” module.

3) Now enter your User ID

- a. For CDSL: 16 digits beneficiary ID,
- b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
- c. Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.

4) Next enter the Image Verification as displayed and Click on Login.

5) If you are holding shares in demat form and had logged on to [www.evotingindia.com](http://www.evotingindia.com) and voted on an earlier e-voting of any company, then your existing password is to be used.

6) If you are a first-time user follow the steps given below:

	For Shareholders holding shares in Demat Form and other than individual and Physical Form
PAN	Enter your 10-digit alpha-numeric PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) <ul style="list-style-type: none"> <li>• Shareholders who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number sent by Company/RTA or contact Company/RTA.</li> </ul>
Dividend Bank Details OR Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login. <ol style="list-style-type: none"> <li>1. If both the details are not recorded with the depository or company please enter the member id / folio number in the Dividend Bank details field as mentioned in instruction (v).</li> </ol>

vi. After entering these details appropriately, click on “SUBMIT” tab.

- vii.** Shareholders holding shares in physical form will then directly reach the Company selection screen. However, shareholders holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- viii.** For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- ix.** Click on the EVSN for the relevant <Mudunuru Limited>
- x.** On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- xi.** Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
- xii.** After selecting the resolution, you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- xiii.** Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- xiv.** You can also take a print of the votes cast by clicking on "Click here to print" option on the Voting page.
- xv.** If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- xvi.** Shareholders can also cast their vote using CDSL's mobile app "m-Voting". The m-Voting app can be downloaded from respective Store. Please follow the instructions as prompted by the mobile app while Remote Voting on your mobile.

**xvii. Facility for Non – Individual Shareholders and Custodians –Remote Voting**

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

**INSTRUCTIONS FOR SHAREHOLDERS ATTENDING THE AGM THROUGH VC/OAVM & E-VOTING DURING MEETING ARE AS UNDER:**

1. The procedure for attending meeting & e-Voting on the day of the AGM is same as the instructions mentioned above for Remote e-voting.
2. The link for VC/OAVM to attend meeting will be available where the EVSN of Company will be displayed after successful login as per the instructions mentioned above for Remote e-voting.
3. Shareholders who have voted through Remote e-Voting will be eligible to attend the meeting. However, they will not be eligible to vote at the AGM.
4. Shareholders are encouraged to join the Meeting through Laptops / IPads for better experience.

5. Further shareholders will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
6. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
7. Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker by sending their request in advance at least 3 days prior to meeting mentioning their name, demat account number/folio number, email id, mobile number at [info@mudunuru.com](mailto:info@mudunuru.com). The shareholders who do not wish to speak during the AGM but have queries may send their queries in advance 3 days prior to meeting mentioning their name, demat account number/folio number, email id, mobile number at [info@mudunuru.com](mailto:info@mudunuru.com). These queries will be replied to by the company suitably by email.
8. Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.
9. Only those shareholders, who are present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system available during the AGM.
10. If any Votes are cast by the shareholders through the e-voting available during the AGM and if the same shareholders have not participated in the meeting through VC/OAVM facility, then the votes cast by such shareholders shall be considered invalid as the facility of e-voting during the meeting is available only to the shareholders attending the meeting.

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

1. For Physical shareholders- please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) by email to Company/RTA email id.
2. For Demat shareholders -, please update your email id & mobile no. with your respective Depository Participant (DP).
3. For Individual Demat shareholders – Please update your email id & mobile no. with your respective Depository Participant (DP) which is mandatory while e-Voting & joining virtual meetings through Depository.

If you have any queries or issues regarding attending EGM & e-Voting from the CDSL e-Voting System, you can write an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) or contact at 022- 23058738 and 022-23058542/43.

4. All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Manager, (CDSL,) Central Depository Services (India) Limited, A Wing, 25th Floor, Marathon Futurex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) or call on 022-23058542/43.

#### 15. OTHER INSTRUCTIONS:

- (i) The voting rights of shareholders shall be in proportions to the shares held by them in the paid equity share capital of the Company as on the cut-off date i.e. 23.09.2021.
- (ii) The Scrutinizer shall after the conclusion of the Voting at the Annual General Meeting first count the votes cast at the meeting and thereafter unblock the votes cast though remote e-voting in the presence of at least two (2) witnesses not in the employment of the Company and make not later than three days of conclusion of the meeting a consolidated Scrutinizer's Report of the total votes cast in favour or against, if any, to the Chairman or person authorized by him.
- (iii) Voting is provided to the members through e-voting and at the Annual General Meeting of the Company. A Member can opt for only one mode of voting i.e. either through e-voting or at the Annual General Meeting of the Company.
- (iv) If a Member casts votes by both modes, then voting done through e-voting shall prevail.
- (v) The results declared along with the Scrutinizer's Report shall be placed on the Company's website <https://www.mudunuru.com/> and on the website of CDSL and will be communicated to the BSE Limited.

**For and on behalf of the Board of  
Mudunuru Limited**

**Sd/-**

**P. Uday Bhaskar  
Whole-Time Director  
(DIN: 02773570)**

**Place: Vishakhapatnam  
Date: 14.08.2021**

**Explanatory Statement**  
**[Pursuant to Section 102 of the Companies Act, 2013]**

**ITEM NO.3:**

Mr. P. Uday Bhaskar (DIN: 02773570) was earlier appointed as Whole Time Director of the Company at the 24<sup>th</sup> Annual General Meeting for a period of 3 years with effect from 09.08.2018.

The Board of Directors of the Company, based on the recommendations of the Nomination and Remuneration Committee, at their meeting held on 14.08.2021, approved the re-appointment of P. Uday Bhaskar (DIN: 02773570) as Whole Time Director of the Company for a term of three years commencing from 09.08.2021 to 08.08.2024 with a remuneration of Rs 6,00,000 per annum/-

The Board of Directors recommends the passing of the above resolution as an Ordinary Resolution set out in the item no. 3.

Save and except Mr. P. Uday Bhaskar (DIN: 02773570) Whole Time Director, none of the other Directors/Key Managerial Personnel and their relatives is in any way interested or concerned financially or otherwise, in the Resolution set out in the notice.

**Information in accordance with Schedule V of Companies Act, 2013**

**I. GENERAL INFORMATION**

<b>1.</b>	<b>Nature of Industry:</b> IT, Dairy			
<b>2.</b>	<b>In case of new companies, expected date of commencement of business activities as per project approved by financial institutions appearing in the prospects:</b> Not Applicable			
<b>3.</b>	<b>Financial performance based on given indications</b>			
	<b>Particulars</b>	<b>2020-21 (Rs. in lakhs)</b>	<b>2019-20 (Rs. in lakhs)</b>	<b>2018-19 (Rs. in lakhs)</b>
	Turnover	4.09	4.12	8.67
	Net profit after Tax	0.08	-6.21	0.04
<b>4.</b>	<b>Foreign investments or collaborations, if any:</b> Not Applicable			



## II. INFORMATION ABOUT THE APPOINTEE:

1.	<p><b>Background Details:</b> P Uday Bhaskar with over a 15 Year experience in Indian Corporates and Multi-National Companies in India, he has vast experience in the verticals of Business Development, Finance &amp; Banking Operations. His previous assignments include Merchant Operations and ATM Management and Retail Banking Operations in Citigroup. He holds both an MBA degree as well as Post Graduate Diploma in Human Resource Management from Andhra University. Apart from much recognition in the career, he was awarded best student for the academic year during MBA program. He has been one of the driving forces in strategic building of the organization over the previous years.</p>
2.	<p><b>Past Remuneration:</b> The remuneration drawn by Mr. P. Uday Bhaskar (DIN: 02773570) Whole-Time Director is Rs 6,00,000/- per annum.</p>
3.	<p><b>Recognition or awards:</b> Not Applicable</p>
4.	<p><b>Remuneration proposed:</b> As set out in the resolutions for the item No.3 the remuneration to Mr. P. Uday Bhaskar has the approval of the Nomination and Remuneration Committee and Board of Directors.</p>
5.	<p><b>Comparative remuneration profile with respect to industry, size of the company profile of the position and person (in case of expatriates the relevant details would be w.r.t. the country of his origin):</b></p> <p>Taking into consideration of the size of the Company, the profile of Mr. P. Uday Bhaskar and the responsibilities shouldered on him, the aforesaid remuneration package is commensurate with the remuneration package paid to managerial positions in other companies.</p>
6.	<p><b>Pecuniary relationship directly or indirectly with the Company, or relationship with the managerial personnel, if any:</b></p> <p>Besides the remuneration proposed, he is holding 33,13,500 Equity Shares of the Company.</p>

**III. OTHER INFORMATION:**

<b>1. Reasons for inadequate profits:</b>	The Company is in the mode of expansion of the business which generally requires spending lot of money upfront leading to minimal profits in the initial years. All this expenditure will result in to revenues over a period of next two to three years.
<b>2. Steps taken or proposed to be taken for improvement:</b>	Necessary efforts are being made to increase the clientele who in turn contribute for the growth of the business as well as the profitability.
<b>3. Expected increase in productivity and profit in measurable terms:</b>	The company is committed to build the business operations within budget and considering that the business operates on a going concern basis, it is believed that financial position of the company will improve further in near future.

**For and on behalf of the Board of  
Mudunuru Limited**

**Place: Vishakhapatnam**

**Date: 14.08.2021**

**Sd/-  
P. Uday Bhaskar  
Whole-Time Director  
(DIN: 02773570)**

## BOARDS' REPORT

**To the Members,  
M/s. Mudunuru Limited**

The Directors have pleasure in presenting before you the Boards' Report of the Company together with the Audited Statements of Accounts for the year ended 31<sup>st</sup> March, 2021.

### **1. FINANCIAL SUMMARY/HIGHLIGHTS, OPERATIONS, STATE OF AFFARIS:**

The performance during the period ended 31<sup>st</sup> March, 2021 has been as under:

(Amount in Rupees)

<b>Particulars</b>	<b>2020-21</b>	<b>2019-20</b>
Total Income	4,09,28,320	4,12,89,094
Total Expenditure	--	--
Profit (Loss)Before Tax	4,9,09,053	(6,28,19,226)
Provision for Tax	(41,60,989)	(6,43,495)
Profit (Loss) after Tax	7,48,064	(6,21,75,730)
Other Comprehensive Income, Net of tax	--	--
Total Comprehensive Income	7,48,064	(6,21,75,730)
Earnings per Equity Share Basic and Diluted (in Rs.)	0.03	(2.60)

### **2. MATERIAL CHANGES & COMMITMENT AFFECTING THE FINANCIAL POSITION OF THE COMPANY:**

There were no material changes and commitments affecting financial position of the company between 31<sup>st</sup> March, 2021 and the date of Board's Report. (i.e., 14.08.2021)

### **3. CHANGE IN THE NATURE OF BUSINESS, IF ANY:**

During the period under review and the date of Board's Report there was no change in the nature of Business.

### **4. PUBLIC DEPOSITS:**

The Company has not accepted any deposits falling within the meaning of Sec.73 of the Companies Act, 2013 read with Companies (Acceptance of Deposits) Rules, 2014 during the financial year under review.

**5. TRANSFER TO RESERVES:**

There were no transfers to reserves during the year.

**6. DIVIDEND:**

The Directors have decided not to recommend dividend for the year.

**7. UNPAID / UNCLAIMED DIVIDEND:**

There is no unpaid or unclaimed dividend with the company.

**8. REVISION OF FINANCIAL STATEMENTS:**

There was no revision of the financial statements for the year under review.

**9. BOARD MEETINGS:**

The Board of Directors duly met 5(Five) times on 30.07.2020, 15.09.2020, 03.12.2020, 13.11.2020 and 13.02.2021 in respect of which meetings, proper notices were given and the proceedings were properly recorded and signed in the Minutes Book maintained for the purpose.

**10. MATERIAL CHANGES AND COMMITMENTS:**

There were no material changes and commitments affecting financial position of the company between 31<sup>st</sup> March 2021 and the date of Board's Report. (i.e., 14.08.2021).

**11. DISCLOSURE OF INTERNAL FINANCIAL CONTROLS:**

The Internal Financial Controls with reference to financial statements as designed and implemented by the Company are adequate. The Company maintains appropriate system of internal control, including monitoring procedures, to ensure that all assets are safeguarded against loss from unauthorized use or disposition. Company policies, guidelines and procedures provide for adequate checks and balances, and are meant to ensure that all transactions are authorized, recorded and reported correctly.

During the period under review, there is no material or serious observations have been noticed for inefficiency or inadequacy of such controls.

## 12. SIGNIFICANT & MATERIAL ORDERS PASSED BY THE REGULATORS:

During the period under review there were no significant and material orders passed by the regulators or Courts or Tribunals impacting the going concern status and the company's operations in future.

## 13. PARTICULARS OF CONTRACTS OR ARRANGEMENT WITH RELATED PARTIES:

The company has not entered into any contract or arrangement with any related party during the period under review.

## 14. CORPORATE GOVERNANCE:

Corporate Governance is not applicable to the company since the paid-up equity share capital and net worth of the company does not exceed Rs. 10 crores and Rs. 25 crores respectively.

## 15. ANNUAL RETURN:

As required pursuant to Section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014, an annual return is disclosed on the website <https://www.mudunuru.com/>.

## 16. CHANGES IN DIRECTORS AND KEY MANAGERIAL PERSONNEL:

During the period under review, there were Directors/Key Managerial Personnel resigned/appointed during the financial year 2020-21 and date of Board's report (i.e 14.08.2021):

S. No	Name of the Director	Designation	Nature of Change	Date of appointment / resignation
1	T. Kiran	Director	Change in Designation	28.12.2020
2	R.C Rahul	Independent Director	Re-appointment	12.09.2020
3	R.C Ratul	Independent Director	Re-appointment	12.09.2020

Further as required under regulation 36 (3) of the SEBI (LODR), Regulations, 2015, brief particulars of the Directors seeking re-appointment are given as under: -

Name of the Director	Mr. P. Uday Bhaskar	Mr. T. Kiran
Date of Birth	25/07/1976	03/04/1977
Qualification	MBA	MS
Expertise in specific	Mr. P. Uday Bhaskar has a 20 Years	T Kiran has more than 20

functional areas	of experience in Indian Corporates and Multinational Companies in India, he has vast experience in the verticals of Business Development, Finance & Banking operations.	years' experience in business-critical technologies and heading technology of the company.
Names of listed entities in which the person also holds the directorship and the membership of Committees of the board	Nil	Nil
No. of Shares held in the Company	33,13,500 equity shares	2,43,225 equity shares
Interrelationship with any Director	--	--

#### 17. DECLARATION FROM INDEPENDENT DIRECTORS ON ANNUAL BASIS:

The Company has received declarations from Mr. R.C Ratul and Mr. R.C Rahul, Independent directors of the company to the effect that they are meeting the criteria of independence as provided in Sub-section (6) of Section 149 of the Companies Act, 2013 and Regulation 25 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The Independent Directors have also confirmed that they have complied Company's Code of Conduct.

In terms of Regulations 25(8) of the Listing Regulations, the Independent Directors have confirmed that they are not aware of any circumstance or situation, which exists or may be reasonably anticipated, that could impair or impact their ability to discharge their duties with an objective independent judgement and without any external influence.

#### 18. BOARD EVALUATION:

Evaluation of all Board members is performed on an annual basis. The evaluation is performed by the Board, Nomination and Remuneration Committee and Independent Directors with specific focus on the performance and effective functioning of the Board and Individual Directors.

In line with Securities and Exchange Board of India Circular No. SEBI/HO/CFD/CMD/CIR/P/2017/004, dated January 5, 2017 and the Companies Amendment Act, 2017 the Company adopted the recommended criteria by Securities and Exchange Board of India.

The Directors were given evaluation forms for the following:

- (i) Evaluation of Board;
- (ii) Evaluation of Committees of the Board;
- (iii) Evaluation of Independent Directors;
- (iv) Evaluation of Chairperson;
- (v) Evaluation of Non-Executive and Non-Independent Directors; and
- (vi) Evaluation of Whole time Director.

The Directors were requested to give following ratings for each criteria:

1. fair;
2. satisfactory; and
3. very satisfactory.

The Directors have sent the duly filled forms to Nomination & Remuneration committee. Based on the evaluation done by the Directors, the Committee has prepared a report and submitted the evaluation Report. Based on the report, the Board of Directors has informed the rankings to each Director and also informed that the performance of Directors is satisfactory and they are recommended for continuation as Directors of the Company.

#### **19. DIRECTORS' RESPONSIBILITY STATEMENT:**

In pursuance of section 134 (5) of the Companies Act, 2013, the Directors hereby confirm that:

- a) In the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- b) The Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;
- c) The Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- d) The Directors had prepared the annual accounts on a going concern basis; and
- e) The Directors had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.
- f) The Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

**20. INFORMATION ABOUT THE FINANCIAL PERFORMANCE/ FINANCIAL POSITION OF THE SUBSIDIARIES / ASSOCIATES:**

The company does not have any subsidiary or associate Companies during the Financial Year.

**21. DETAILS IN REPECT OF FRAUDS REPORTED BY AUDITORS UNDER SUB-SECTION (12) OF SECTION 143 OTHER THAN THOSE WHICH ARE REPORTABLE TO CENTRAL GOVERNMENT:**

There have been no frauds reported by the auditor's u/s 143(12).

**22. STATUTORY AUDITORS:**

M/s. V. Ravi & Co, Chartered Accountants are the present Auditors of the Company and their appointment was made in the last Annual general meeting held on 28<sup>th</sup> day of December 2020 they are holding office of the auditors up to the conclusion of the 31<sup>st</sup> AGM and hence, would retire at the conclusion of the forthcoming 31<sup>st</sup> AGM to be held in the year 2025.

**23. INTERNAL AUDITORS:**

The Company has adequate internal controls consistent with the nature of business and size of the operations, to effectively provide for safety of its assets, reliability of financial transactions with adequate checks and balances, adherence to applicable statutes, accounting policies, approval procedures and to ensure optimum use of available resources. These systems are reviewed and improved on a regular basis. It has a comprehensive budgetary control system to monitor revenue and expenditure against approved budget on an ongoing basis.

The Board has appointed M/s. Bandaru & Associates., as internal Auditors for the period 2020-21. Deviations are reviewed periodically and due compliance ensured. Summary of Significant Audit Observations along with recommendations and its implementations are reviewed by the Audit Committee and concerns, if any, are reported to Board.

**24. SECRETARIAL AUDITORS:**

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and the Companies (Appointment and Remuneration of managerial personnel) Rules 2014, the Board had appointed Ms. Aakanksha, Practicing Company Secretary to undertake the secretarial audit of the Company for the year 2020-21.

The report of the Secretarial Auditor is enclosed as **Annexure II** and forms part of this report.



**25. AUDIT REPORTS:**

**(a) Statutory Auditors Report:**

The Board has duly reviewed the Statutory Auditor’s Report on the Accounts for the year ended March 31, 2021 and has noted that the same does not have any reservation, qualification or adverse remarks. However, the Board decided to further strengthen the existing system and procedures to meet all kinds of challenges and growth in the market expected in view of the robust growth in the industry.

**(b) Secretarial Audit Report:**

The Board has duly reviewed the Secretarial Audit Report according to the provisions of section 204 of the Companies Act 2013 and assured appropriate action shall be taken against the observations made by the Secretarial Auditor.

S.no	Observation	Management Response
1	Composition of Nomination and Remuneration Committee in contravention with reg. 19 of SEBI (LODR) Regulations and sec. 178 of Companies Act, 2013.	The company is looking for suitable incumbent for a position of woman Director and Non-executive Director to comply with the provisions of the companies act, 2013 and SEBI (LODR) Regulations, 2015
2	Non-Appointment of woman director as required under Section 149 of the Companies Act, 2013	

**26. CORPORATE SOCIAL RESPONSIBILITY:**

Since your Company does not have the net worth of Rs. 500 Crore or more, or turnover of Rs. 1,000 Crore or more, or a net profit of Rs. 5 Crore or more during the financial year, Section 135 of the Companies Act, 2013 relating to Corporate Social Responsibility is not applicable and hence the company need not adopt any Corporate Social Responsibility Policy.

**27. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE OUTGO:**

The required information as per Sec.134 of the Companies Act 2013 is provided hereunder:

**A. Conservation of Energy:**

Your Company’s operations are not energy intensive. Adequate measures have been taken to conserve energy wherever possible by using energy efficient computers and purchase of energy efficient equipment.

**B. Technology Absorption:**

Your Company has not undertaken any research and development activity for any manufacturing activity nor was any specific technology obtained from any external sources which needs to be absorbed or adapted.

1. Research and Development (R&D): NIL
2. Technology absorption, adoption and innovation: NIL

All the Factors mentioned in Rule 8 (3)(b) Technology absorption are not applicable to the Company.

**C. Foreign Exchange Earnings and Out Go:**

Foreign Exchange Earnings: NIL  
Foreign Exchange Outgo: NIL

**28. INSURANCE:**

The Company does not have any major fixed assets and accordingly it is not required to take any insurance policy.

**29. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS:**

The company has not given loans or guarantees as per Section 186 of the Companies Act, 2013 during the year under review.

**30. CREDIT & GUARANTEE FACILITIES:**

The Company has been availing facilities of Credit and Guarantee as and when required, for the business of the Company, from State Bank of India.

**31. DISCLOSURE ABOUT COST AUDIT:**

Cost Audit is not applicable to your Company.

**32. RATIO OF REMUNERATION TO EACH DIRECTOR:**

Under section 197(12) of the Companies Act, 2013, and Rule 5(1)(2) & (3) of the Companies (Appointment & Remuneration) Rules, 2014, ratio of remuneration of Mr. P. Uday Bhaskar, Whole time Director and T Kiran, Director of the Company to the median remuneration of the employees is 1:9.

### **33. MANAGEMENT DISCUSSIONS AND ANALYSIS REPORT:**

Management Discussion and Analysis Report for the year under review which forms part of Annual Report pursuant to the SEBI (LODR) Regulations, 2015 as **ANNEXURE III**.

### **34. NAMES OF THE COMPANIES WHICH HAVE BECOME OR CEASED TO BE ITS SUBSIDIARIES, JOINT VENTURES OR ASSOCIATE COMPANIES DURING THE YEAR:**

During the year, there were no company which have become or ceased to be its subsidiaries, joint ventures or associate companies.

### **35. AUDIT COMMITTEE:**

- I.** The Audit Committee of the Company is constituted in line with the provisions of Regulation 18 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Section 177 of the Companies Act, 2013.
- II.** The terms of reference of the Audit Committee include a review of the following:
  - Overview of the Company's financial reporting process and disclosure of its financial information to ensure that the financial statements reflect a true and fair position and that sufficient and credible information is disclosed.
  - Reviewing the utilization of loans and/or advance from /investment by the holding company in the subsidiary exceeding rupees 100 crores or 10 percent of the asset size of the subsidiary, whichever is lower.
  - Recommending the appointment and removal of external auditors, fixation of audit fee and also approval for payment for any other services.
  - Discussion with external auditors before the audit commences, of the nature and scope of audit as well as post-audit discussion to ascertain any area of concern.
  - Reviewing the financial statements and draft audit report including quarterly / half yearly financial information.
  - Reviewing with management the annual financial statements before submission to the Board, focusing on:
    1. Any changes in accounting policies and practices;
    2. Qualification in draft audit report;
    3. Significant adjustments arising out of audit;
    4. The going concern concept;
    5. Compliance with accounting standards;
    6. Compliance with stock exchange and legal requirements concerning financial statements and
    7. Any related party transactions

- Reviewing the company's financial and risk management's policies.
- Disclosure of contingent liabilities.
- Reviewing with management, external and internal auditors, the adequacy of internal control systems.
- Reviewing the adequacy of internal audit function, including the audit character, the structure of the internal audit department, approval of the audit plan and its execution, staffing and seniority of the official heading the department, reporting structure, coverage and frequency of internal audit.
- Discussion with internal auditors of any significant findings and follow-up thereon.
- Reviewing the findings of any internal investigations by the internal auditors into the matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the Board.
- Looking into the reasons for substantial defaults in payments to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors.
- Reviewing compliances as regards the Company's Whistle Blower Policy.

**III.** The previous Annual General Meeting of the Company was held on 28.12.2020 and Chairman of the Audit Committee, attended previous AGM.

**IV.** The composition of the Audit Committee and the attendance of each member of the Audit Committee are given below:

During the financial year 2020-21, (4) four meetings of the Audit Committee were held on the 30.07.2020, 15.09.2020, 13.11.2020 and 13.02.2021.

The details of the composition of the Committee and attendance of the members at the meetings are given below:

<b>Name</b>	<b>Designation</b>	<b>Category</b>	<b>No. of Meetings held</b>	<b>No. of Meetings attended</b>
Mr. R.C. Rahul	Chairman	NED(I)	4	4
Mr. R.C. Ratul	Member	NED(I)	4	4
Mr. P. Uday Bhaskar	Member	ED	4	4

**NED (I): Non-Executive Independent Director**

**ED: Executive Director**

### **36. NOMINATION & REMUNERATION COMMITTEE:**

#### **Terms of reference:**

The main term of reference of the Committee is to approve the fixation/revision of remuneration of the Managing Director/Whole Time Director of the Company and while approving:

- Formulation of the criteria for determining qualifications, positive attributes and independence of a director and recommend to the board of directors a policy relating to, the remuneration of the directors, key managerial personnel and other employees;
- Formulation of criteria for evaluation of performance of independent directors and the board of directors.
- Devising a policy on diversity of board of directors.
- Identifying persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down, and recommend to the board of directors their appointment and removal.
- Whether to extend or continue the term of appointment of the independent director, on the basis of the report of performance evaluation of independent directors.
- Recommend to the board, all remuneration, in whatever form, payable to senior management.

#### **Remuneration Policy:**

The objectives of the remuneration policy are to motivate Directors to excel in their performance, recognize their contribution and retain talent in the organization and reward merit.

The remuneration levels are governed by industry pattern, qualifications and experience of the Directors, responsibilities shouldered, individual performance etc.

None of the Directors is drawing any Commission, Perquisites, Retirement benefits etc.,

### **POLICY FOR SELECTION OF DIRECTORS AND DETERMINING DIRECTORS' INDEPENDENCE:**

#### **1. Scope:**

This policy sets out the guiding principles for the Nomination & Remuneration Committee for identifying persons who are qualified to become Directors and to determine the independence of Directors, in case of their appointment as independent Directors of the Company.

## 2. Terms and References:

- 2.1 “Director” means a director appointed to the Board of a Company.
- 2.2 “Nomination and Remuneration Committee means the committee constituted in accordance with the provisions of Section 178 of the Companies Act, 2013 and reg. 19 of SEBI (Listing Obligation and Disclosure Requirement), Regulations, 2015.
- 2.3 “Independent Director” means a director referred to in sub-section (6) of Section 149 of the Companies Act, 2013 and Regulation 16(1) (b) of the SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015.

## 3. Policy:

### Qualifications and criteria:

- 3.1.1 The Nomination and Remuneration Committee, and the Board, shall review on annual basis, appropriate skills, knowledge and experience required of the Board as a whole and its individual members. The objective is to have a board with diverse background and experience that are relevant for the Company’s operations.
- 3.1.2 In evaluating the suitability of individual Board member, the NR Committee may take into account factors, such as:
- General understanding of the company’s business dynamics, global business and social perspective;
  - Educational and professional background
  - Standing in the profession;
  - Personal and professional ethics, integrity and values;
  - Willingness to devote sufficient time and energy in carrying out their duties and responsibilities effectively.
- 3.1.3 The proposed appointee shall also fulfill the following requirements:
- shall possess a Director Identification Number;
  - shall not be disqualified under the Companies Act, 2013;
  - shall Endeavour to attend all Board Meeting and Wherever he is appointed as a Committee Member, the Committee Meeting;
  - shall abide by the code of Conduct established by the company for Directors and senior Management personnel;
  - shall disclose his concern or interest in any company or companies or bodies corporate, firms, or other association of individuals including his shareholding at the first meeting of the Board in every financial year and thereafter whenever there is a change in the disclosures already made;
  - Such other requirements as may be prescribed, from time to time, under the Companies

Act, 2013, SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015 and other relevant laws.

3.1.4 The Nomination & Remuneration Committee shall evaluate each individual with the objective of having a group that best enables the success of the company's business.

3.2 Criteria of independence:

3.2.1 The Nomination & Remuneration Committee shall assess the independence of Directors at time of appointment/ re-appointment and the Board shall assess the same annually. The Board shall re-assess determinations of independence when any new interest or relationships are disclosed by a Director.

3.2.2 The criteria of independence shall be in accordance with guidelines as laid down in Companies Act, 2013 and reg. 16(1) (b) of the SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015.

3.2.3 The Independent Director shall abide by the "Code for Independent Directors" as specified in Schedule IV to the companies Act, 2013.

a. Other Directorships/ Committee Memberships

3.2.1 The Board members are expected to have adequate time and expertise and experience to contribute to effective Board performance Accordingly, members should voluntarily limit their directorships in other listed public limited companies in such a way that it does not interfere with their role as Director of the company. The NR Committee shall take into account the nature of, and the time involved in a Director Service on other Boards, in evaluating the suitability of the individual Director and making its recommendations to the Board.

3.2.2 A Director shall not serve as director in more than 20 companies of which not more than 10 shall be public limited companies.

3.2.3 A Director shall not serve an independent Director in more than 7 listed companies and not more than 3 listed companies in case he is serving as a whole-time Director in any listed company.

3.3.1 A Director shall not be a member in more than 10 committee or act chairman of more than 5 committee across all companies in which he holds directorships.

For the purpose of considering the limit of the committee, Audit committee and stakeholder's relationship committee of all public limited companies, whether listed or not, shall be included and all other companies including private limited companies, foreign companies and companies under section 8 of the Companies Act, 2013 shall be excluded.

## **Remuneration policy for Directors, key managerial personnel and other employees:**

### **1. Scope:**

1.1 This policy sets out the guiding principles for the Nomination and Remuneration committee for recommending to the Board the remuneration of the directors, key managerial personnel and other employees of the company.

### **2. Terms and Reference:**

In this policy the following terms shall have the following meanings:

2.1 “Director” means a director appointed to the Board of the company.

2.2 “Key Managerial Personnel” means

- (i) The Chief Executive Office or the managing director or the manager;
- (ii) The Company Secretary;
- (iii) The Whole-Time Director;
- (iv) The Chief Finance Officer; and
- (v) Such other office as may be prescribed under the companies Act, 2013

2.3 “Nomination and Remuneration Committee” means the committee constituted by Board in accordance with the provisions of section 178 of the companies Act, 2013 and reg. 19 of SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015.

### **3. Policy:**

3.1 Remuneration to Executive Director and Key Managerial Personnel:

3.1.1 The Board on the recommendation of the Nomination and Remuneration (NR) committee shall review and approve the remuneration payable to the Executive Director of the company within the overall approved by the shareholders.

3.1.2 The Board on the recommendation of the NR committee shall also review and approve the remuneration payable to the key managerial personnel of the company.

3.1.3 The Remuneration structure to the Executive Director and key managerial personnel shall include the following components:

- (i) Basic pay
- (ii) Perquisites and Allowances
- (iii) Commission (Applicable in case of Executive Directors)
- (iv) Retrial benefits



(v) Annual performance Bonus

3.1.4 The Annual plan and Objectives for Executive committee shall be reviewed by the NR committee and Annual performance Bonus will be approved by the committee based on the achievement against the Annual plan and Objectives.

3.2 Remuneration to Non – Executive Directors:

3.2.1 The Board, on the recommendation of the Nomination and Remuneration Committee, shall review and approve the remuneration payable to the Non – Executive Directors of the Company within the overall limits approved by the shareholders as per provisions of the companies act.

3.2.2 Non – Executive Directors shall be entitled to sitting fees attending the meetings of the Board and the Committees thereof.

3.3. Remuneration to other employees:

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

**35. STAKEHOLDERS RELATIONSHIP COMMITTEE:**

**A.) Composition:**

The Details of composition of the Committee are given below:

<b>Name</b>	<b>Designation</b>	<b>Category</b>	<b>No. of Meetings held</b>	<b>No. of Meetings attended</b>
Mr. R.C. Ratul	Chairman	NED(I)	4	4
Mr. R.C. Rahul	Member	NED(I)	4	4
Mr. P. Uday Bhaskar	Member	ED	4	4

**NED (I): Non-Executive Independent Director**

**ED: Executive Director**

**B) Powers:**

The Committee has been delegated with the following powers:

- To redress shareholder and investor complaints relating to transfer of shares, Dematerialization of Shares, non-receipt of Annual Reports, non-receipt of declared dividend and other allied complaints.
  - To approve, transfer, transmission, and issue of duplicate / fresh share certificate(s)
  - Consolidate and sub-division of share certificates etc.
- To redress, approve and dispose off any, other complaints, transactions and requests etc., received from any shareholder of the company and investor in general.

The Board has delegated the power to process the transfer and transmission of shares to the Registrar and Share Transfer Agents, who process share transfers within a week of lodgment in the case of shares held in physical form.

The Company has designated an exclusive e-mail ID called [info@mudunuru.com](mailto:info@mudunuru.com) for complaints/grievances.

**36. NON-EXECUTIVE DIRECTORS' COMPENSATION AND DISCLOSURES:**

None of the Independent / Non-Executive Directors has any pecuniary relationship or transactions with the Company which in the Judgment of the Board may affect the independence of the Directors.

**37. CEO/ CFO CERTIFICATION:**

The Managing Director and CEO/ CFO certification on the financial statements for the year 2020-21 forms part of this Annual Report.

**38. INDUSTRY BASED DISCLOSURES AS MANDATED BY THE RESPECTIVE LAWS GOVERNING THE COMPANY:**

The Company is not a NBFC, Housing Companies etc., and hence Industry based disclosures is not required.

**39. SECRETARIAL STANDARDS:**

The company is in compliance with Secretarial Standards SS-1 and SS-2 issued by the Institute of Company Secretaries of India on Meetings of the Board of Directors and General Meetings.

#### **40. CORPORATE INSOLVENCY RESOLUTION PROCESS INITIATED UNDER THE INSOLVENCY AND BANKRUPTCY CODE, 2016 (IBC):**

There is no application filed for corporate insolvency resolution process, by a financial or operational creditor or by the company itself under the IBC before the NCLT.

#### **41. EVENT BASED DISCLOSURES:**

During the year under review, the Company has not taken up any of the following activities:

- 1. Issue of sweat equity share:** The Company has not issued any sweat equity shares during the year under review and hence no information as per provisions of Section 54(1) (d) of the Act read with Rule 8(13) of the Companies (Share Capital and Debenture) Rules, 2014.
- 2. Issue of shares with differential rights:** The Company has not issued any shares with differential rights and hence no information as per provisions of Section 43(a) (ii) of the Act read with Rule 4(4) of the Companies (Share Capital and Debenture) Rules, 2014.
- 3. Issue of shares under employee's stock option scheme:** The Company has not issued any equity shares under Employees Stock Option Scheme during the year under review and hence no information as per provisions of Section 62(1)(b) of the Act read with Rule 12(9) of the Companies (Share Capital and Debenture) Rules, 2014
- 4. Non- Exercising of voting rights:** During the year under review, there were no instances of non-exercising of voting rights in respect of shares purchased directly by employees under a scheme pursuant to Section 67(3) of the Act read with Rule 16(4) of Companies (Share Capital and Debentures) Rules, 2014.
- 5. Disclosure on purchase by company or giving of loans by it for purchase of its shares:** The company did not purchase or give any loans for purchase of its shares.
- 6. Disclosure about revision:** Since the company did not undergo any revision, this clause is Not Applicable to the company for the period under review.
- 7. Preferential Allotment of Shares:** The Company did not allot any shares on preferential basis during the period under review.

**42. STATEMENT SHOWING THE NAMES OF THE TOP TEN EMPLOYEES IN TERMS OF REMUNERATION DRAWN AND THE NAME OF EVERY EMPLOYEE AS PER RULE 5(2) & (3) OF THE COMPANIES (APPOINTMENT & REMUNERATION) RULES, 2014:**

Act, read with Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is appended as **Annexure IV (a)** to this Report.

A statement showing the names of the top ten employees in terms of remuneration drawn and the name of every employee is annexed to this Annual report as **Annexure IV (b)**.

During the year NONE of the employees is drawing a remuneration of Rs.1,02,00,000/- and above per annum or Rs.8,50,000/- and above in aggregate per month, the limits specified under the Section 197(12) of the Companies Act,2013 read with Rules 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

**43. DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:**

The Company has in place an Anti- Sexual Harassment Policy in line with the requirements of The Sexual Harassment of Women at workplace (Prevention, Prohibition and Redressal) Act, 2013. Internal Complaint Committee (ICC) has been set up to redress complaints received regarding sexual harassment. All employees are covered under this policy.

The following is the summary of sexual harassment complaints received and disposed during the calendar year.

- No. of complaints received : Nil
- No. of complaints disposed of : Nil

**44. CODE OF CONDUCT COMPLIANCE:**

All Members of the Board and Senior Management have affirmed compliance to the Code of Conduct for the Financial Year 2020-21. A declaration signed by the Whole time Director affirming compliance with the Company's Code of Conduct by the Board of Directors and Senior Management for the Financial Year 2020-21 as required under Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 is annexed as **Annexure I**.

**45. ACKNOWLEDGEMENTS:**

Your directors wish to place on record their appreciation of the contribution made by the employees at all levels, for the continued growth and prosperity of your Company.

Your directors also wish to place on record their appreciation of business constituents, banks and other financial institutions, other statutory authorities like SEBI, ROC, Stock Exchanges, NSDL, CDSL, etc and shareholders of the Company for their continued support for the growth of the Company.

**For and on behalf of the Board of  
Mudunuru Limited**

**Place: Vishakhapatnam  
Date: 14.08.2021**

**Sd/-  
P. Uday Bhaskar  
Whole-Time Director  
(DIN: 277357)**

**CERTIFICATE BY THE WHOLE-TIME DIRECTOR AND CFO OF THE COMPANY**

To  
The Board of Directors  
Mudunuru Limited

Dear Sirs,

As required under Regulation 17(8) read with Part B, Schedule II of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we state that:

1. We have reviewed the financial statements and the cash flow statement for the year ended 31st March 2021 and to the best of our knowledge and belief;
  - a. These statements do not contain any materially untrue statement nor omit any material fact nor contain statements that might be misleading, and
  - b. These statements present a true and fair view of the company's affairs and are in compliance with the existing accounting standards, applicable laws and regulations.
2. There are, to the best of my knowledge and belief, no transactions entered into by the company during the year, which are fraudulent, illegal or violative of the company's code of conduct.
3. We accept responsibility for establishing and maintaining internal controls, we have evaluated the effectiveness of the internal control systems of the company and we have disclosed to the auditors and the audit committee, deficiencies in the design or the operation of internal controls, if any, of which we were aware and the steps that we have taken or propose to take and rectify the identified deficiencies and,
4. That we have informed the auditors and the audit committee of:
  - a) Significant changes in the internal control during the year;
  - b) Significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
  - c) Instances of significant fraud of which we have become aware and the involvement of any employee having a significant role in the company's internal control system.

**For and on behalf of the Board  
of Mudunuru Limited**

**Place: Vishakhapatnam  
Date: 14.08.2021**

**Sd/-  
J M S Sanyasi Raju  
Chief Financial Officer**

**Sd/-  
P. Uday Bhaskar  
Whole-Time Director  
(DIN: 02773570)**

**DISCLOSURE WITH RESPECT TO DEMAT SUSPENSE  
ACCOUNT/UNCLAIMED SUSPENSE ACCOUNT**

As per Regulation 34(3) read with Schedule V of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the company hereby discloses the details of unpaid/unclaimed dividend and the respective share thereof as follows:

\*\*

Aggregate No. of Shareholders and the outstanding shares in the suspense account at the beginning of the year.	No. of shareholders who approached the company for transfer of shares from suspense account during the year.	No. of shareholders to whom shares were transferred from suspense account during the year.	Aggregate No. of Shareholders and the outstanding shares in the suspense account at the end of the year.
NIL	NIL	NIL	NIL

\*\* Voting Right on these shares shall remain frozen till the rightful owner of such shares claims the shares.

Note: The Company has never declared dividends since its inception and therefore there is no amount lying in unpaid/unclaimed dividend account.

## ANNEXURE I

### CODE OF CONDUCT

The Company has formulated and implemented a Code of Conduct for Board Members and Senior Management of the Company. Requisite annual affirmations of compliance with the respective Codes have been made by the Directors and Senior Management of the Company.

Certificate of Code of Conduct for the year 2020-21 as per Regulation 17(5) read with Regulation 34(3) Schedule V of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Mudunuru Limited is committed for conducting its business in accordance with the applicable laws, rules and regulations and with highest standards of business ethics. The Company has adopted a “Code of Ethics and Business Conduct” which is applicable to all director, officers and employees.

I hereby certify that all the Board Members and Senior Management have affirmed the compliance with the Code of Ethics and Business Conduct, under a certificate of Code of Conduct for the year 2020-21.

**For and on behalf of the Board of  
Mudunuru Limited**

**Place: Vishakhapatnam  
Date: 14.08.2021**

**Sd/-  
Uday Bhaskar  
Whole-Time Director  
(DIN: 2773570)**



**ANNEXURE - II****FORM MR-3****SECRETARIAL AUDIT REPORT**

(Pursuant to section 204(1) of the Companies Act, 2013 and  
Rule 9 of the Companies (Appointment and Remuneration Personnel) Rules, 2014  
**For The Financial Year Ended 31<sup>ST</sup> MARCH, 2021**

To  
The Members of  
**M/s. Mudunuru Limited**  
Vishakhapatnam

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **M/s. MUDUNURU LIMITED** (hereinafter called “the Company”). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the Company’s Books, Papers, 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. I hereby report that in my opinion, the company has, during the financial year commencing from 1<sup>st</sup> April, 2020 and ended 31<sup>st</sup> March, 2021, complied with the statutory provisions listed hereunder and also that the Company has proper Board process and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

**1.** I have examined the books, papers, forms and returns filed and other records maintained by **M/s. MUDUNURU LIMITED** (“the Company”) for the financial year ended on 31<sup>st</sup> March, 2021, according to the provisions of:

- i.** The Companies Act, 2013 (the Act) and the rules made there under for specified sections notified and came in to effect from 12<sup>th</sup> September, 2013 and sections and Rules notified and came in to effect from 1<sup>st</sup> April, 2014;
- ii.** The Securities Contracts (Regulation) Act, 1956 (‘SCRA’) and the Rules made there under;
- iii.** The Depositories Act, 1996 and the Regulations and Bye-laws framed there under.

- iv.** Foreign Exchange Management Act, 1999 and the Rules and Regulations made there under to the extent of Foreign Direct Investment (FDI) and Overseas Direct Investment and External Commercial Borrowings;

**2.** Compliance status in respect of the provisions of the following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act.

- i.** The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011; During the year under review, there was no instance to be reported by the Company under SEBI Takeover Code.
- ii.** The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009; Not Applicable as the company has not issued any shares during the year under review.
- iii.** The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; Not Applicable as the company has not delisted/ proposed to delist its equity shares during the year under review.
- iv.** The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018; Not Applicable as the Company has not bought back/ proposed to buy-back any of its securities during the year under review.
- v.** 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 as the Company is not registered as Registrar to an Issue and Share Transfer Agent during the year under review.
- vi.** The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008. Not Applicable as the Company has not issued any debt securities during the year under review.
- vii.** The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014; Not Applicable as the Company has not issued any Employee Stock Options during the year under review.
- viii.** The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015 Insider Trading Regulations; The Company has framed code of conduct for regulating & reporting trading by insiders and for fair disclosure and displayed the same on the Company's website i.e., [www.mudunuru.com](http://www.mudunuru.com).

- ix.** The Securities and Exchange Board of India (Depositories and Participants) Regulations, 2018;
- x.** Other applicable laws include the following:
- Information Technology Act, 2000
  - Payment of Wages Act, 1936, and rules made there under,
  - The Minimum Wages Act, 1948, and rules made there under,
  - Employees' State Insurance Act, 1948, and rules made there under,
  - The Employees' Provident Fund and Miscellaneous Provisions Act, 1952, and rules made there under,
  - The Payment of Bonus Act, 1965, and rules made there under,
  - Payment of Gratuity Act, 1972, and rules made there under,
  - Industrial Disputes Act, 1947

I have also examined compliance with the applicable clauses of the following regulation amended from time to time and as applicable to the year under review:

**(i)** The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 were complied with to the extent applicable.

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

- a)** During the year the company has conducted Four (4) Board meetings, four (4) Audit committee meetings, four (4) Stakeholder Relationship committee meetings, one (1) Nomination and Remuneration committee meeting and One (1) Independent Directors meeting.
- b)** As per the information and explanations provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I report that:
- i.** The provisions of the Foreign Exchange Management Act, 1999 and the Rules and Regulations made there under to the extent of:
- External Commercial Borrowings were not attracted to the Company under the financial year under report;
  - Foreign Direct Investment (FDI) was not attracted to the company under the financial year under report;
  - Overseas Direct Investment by Residents in Joint Venture/Wholly Owned Subsidiary abroad was not attracted to the company under the financial year under report.

- ii. As per the information and explanations provided by the company, its officers, agents and authorized representatives during the conduct of Secretarial Audit, I report that the Company has not made any GDRs/ADRs or any Commercial Instrument under the financial year under report.

**I further report that:**

- i. The Company has a CFO namely Mr. Mani Santhosh Sanyasi Raju Jampana and Company Secretary namely Mr. Pankaj Tulsayani.
- ii. The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.
- iii. Adequate notice of board meeting is given to all the directors along with agenda and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and meaningful participation at the meeting.
- iv. As per the Minutes of the meeting duly recorded, the decisions of the Board were unanimous and no dissenting views have been recorded.
- v. 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.
- vi. During the year under review, the Company has not undertaken event/action having a major bearing on the company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards etc.

**I further report the following observations during the period under review:**

- i. Composition of Nomination & Remuneration Committee is in contravention of Section 178 of the Companies Act, 2013 and reg. 19 of SEBI (LODR) Regulations, 2015.
- ii. The Company has not appointed women director as required under section 149 of the Companies Act, 2013.

**Sd/-**  
**Aakanksha**  
**Practicing Company Secretary**  
**C.P. No: 20064**  
**UDIN: A049041C000787658**

**Place: Hyderabad**  
**Date: 14.08.2021**

**Annexure A**

To  
The Members of  
**M/s. MUDUNURU LIMITED**  
Vishakhapatnam

My 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. My responsibility is to express an opinion on these secretarial records based on our audit.
2. I have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. I believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. I have relied on the reports given by the concerned professionals in verifying the correctness and appropriateness of financial records and books of accounts of the company.
4. Where ever required, I have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. My examination was limited to the verification of procedures on test basis.
6. The secretarial audit report is neither an assurance as to future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

**Sd/-**

**Aakanksha**

**Practicing Company Secretary**

**C.P. No: 20064**

**UDIN: A049041C000787658**

**Place: Hyderabad**

**Date: 14.08.2021**

## ANNEXURE III

### MANAGEMENT DISCUSSIONS AND ANALYSIS REPORT

#### **Overview:**

We always want to look ahead and push ourselves to reinvent and re innovate. We took this opportunity to be introspective and realized our core strengths. We do not see these restrictions as a hurdle but an opportunity to explore new markets and new fields. We believe that with over 30 years of combined management experience in the capital markets and corporate space in India enable us to be competent in this field.

#### **Opportunities and Threats:**

Any adverse change in the policies of the Government, Recession etc may further adversely affect the profitability.

The product is at once subjected to local, national and international competition.

#### **Segment –wise or product wise performance:**

Software development plays major role in company`s performance. 100% of revenue is being generated out of this

#### **Internal Control & Adequacy:**

The company has adequate internal control system to ensure that all assets are safeguarded and protected against loss from unauthorized use or disposition.

#### **Risk Management System:**

The company manages our business risk through strict compliance and internal control system.

#### **Risk and Concerns:**

Any adverse change in the financial services business or negative policy of Government will affect the company`s sector adversely.

**Outlook:**

The rapid increase in the volume of enterprise data and growing automation of business processes across several end-use industries are expected to drive the demand for business software and services over the forecast period. Significant rise in deployment of enterprise software and services across IT infrastructure for enabling better strategic decision-making, reducing inventory cost, enhancing profitability, and enabling organizations to improve company`s growth is estimated to drive the market growth over the forecast period.

**Details of significant changes in ratio as compared to the immediately previous financial year:**

Description	2020-21	2019-20
Inventory Turnover Ratio	54	3.64
Interest Coverage Ratio	2.84	(23.03)
Current Ratio	1.13	1.10
Debt Equity Ratio	-0.17	1.37
Operating Profit Margin (%)	0.19	(1.52)
Net Profit Margin (%)	0.02	1.51)

**Human Resource:**

Company has adequately trained and well experienced personnel. Our employees are highly motivated and work in line of the organizational goal.

**Details of any change in Return or Net Worth as compared to the immediately previous financial year:**

The net worth of the company for FY 2020-21 is 1,85,35,402 and the net worth of for FY 2019-20 is 1,77,87,338.

**Cautionary Statement:**

The statements made in this report describe the Company’s objectives and projections that may be forward looking statements within the meaning of applicable laws and regulations. The actual results might differ materially from those expressed or implied depending on the economic conditions, government policies and other incidental factors, which are beyond the control of the Company.

**ANNEXURE – IV (a)**
**STATEMENT SHOWING THE NAMES OF TOP TEN EMPLOYEES PURSUANT TO SEC. 197 READ WITH RULE 5 (1) (2) and (3) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014**

1. The ratio of remuneration to each director to the median remuneration of the employees of the company for the financial year.

Director	Total Remuneration	Ratio to median remuneration
P. Uday Bhaskar	6,00,000	1:9
T. Kiran	6,00,000	1:9

2. The percentage increase in remuneration of each director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the financial year.

Name	Designation	Remuneration		Increase/ (Decrease) %
		F.Y 2020-21	F.Y 2019-20	
JMS Santosh Raju	Chief Financial Officer	Nil	Nil	Nil
Pankaj Tulsayani	Company Secretary	2,76,000	2,76,000	Nil

3. The percentage increase in the median remuneration of employees in the financial year

Name	Remuneration		Increase/ (Decrease) %
	F.Y 2020-21	F.Y 2019-20	
Median Remuneration of all the employees per annum*	1,25,25,000	1,45,59,000	(16.25)

\* *Employees who have served for whole of the respective financial years have been considered*



4.

Particulars	Number
The number of employees on the rolls of the company as on March 31, 2021	15

5. Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and details of there are any exceptional circumstances for increase in the managerial remuneration.

Particulars	Increase/(Decrease) %
Average percentage increase in the remuneration of all Employees * (Other than Key Managerial Personnel)	(16.25)
Average Percentage increase in the Remuneration of Key Managerial Personnel	Nil

*\* Employees who have served for whole of the respective financial years have been considered*

6. Affirmation that the remuneration is as per the remuneration policy of the company.

The Company is in compliance with its remuneration policy.

**ANNEXURE – IV (b)**

**Statement showing the names of the Top ten Employees in terms of Remuneration drawn as per Rule 5 (3) Of The Companies (Appointment And Remuneration Of Managerial Personnel) Rules, 2014**

**(Amount in Rs.)**

S No.	Name of the Employee	Designation of the employee	Remuneration received	Nature of employment whether contractual or otherwise	Qualification and experience of the employee	Date of commencement of employment	The age of the employee	The last employment held by such employee before joining the Company	The percentage of equity shares held by the employee in the Company within the meaning of clause (iii) of sub rule (2) of Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.	Whether any such employee is a relative of any director or manager of the Company and if so, name of such director or manager
1	K Sandhya	Project Manager	1380000	Regular	Graduation	Apr 2016	40	--	10.47%	No
2	M Vindhya	Manager	1500000	Regular	Graduation	Apr 2015	38	--	3.78%	No
3	B Renuka	Manager	840000	Regular	Graduation	Oct 2020	40	--	No	No
4	B Hemambara Rao	Manager	1200000	Regular	Post Graduation	Apr 2020	41	--	No	No
5	B Jhansi	Manager	1800000	Regular	Graduation	Apr 2020	36	--	No	No
6	K Sriramam	Customer Support	360000	Regular	Graduation	Apr 2016	60	--	No	No
7	SE Raju	Finance	360000	Regular	Post Graduation	Apr 2016	45	--	No	No
8	M Shiva Krishna	Software Engineer	372000	Regular	Post Graduation	Apr 2016	40	--	No	No
9	ANS Srinivas	Software Engineer	336000	Regular	Post Graduation	Apr 2016	40	--	No	No
10	S Vijay Gopal	Software Engineer	360000	Regular	Post Graduation	Apr 2016	44	--	No	No

## **Independent Auditors' Report**

To The Members of **MUDUNURU LIMITED**

### **Report on the Audit of the Standalone Financial Statements**

#### **Opinion**

We have audited the accompanying standalone financial statements of **MUDUNURU LIMITED**, which comprise the Balance Sheet as at March 31, 2021, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year ended on that date, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as “the standalone financial statements”).

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the **Companies Act, 2013** (“the Act”) in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the **Companies (Indian Accounting Standards) Rules, 2015**, as amended, (“Ind AS”) and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, the Profit and total comprehensive income, changes in equity and its cash flows for the year ended on that date.

#### **Basis for opinion**

We conducted our audit of the standalone financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Act (SAs). Our responsibilities under those Standards are further described in the Auditor’s Responsibilities for the Audit of the Standalone 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 (ICAI) together with the independence requirements that are relevant to our audit of the standalone financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI’s Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

**Key audit matters**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements of the current period. These matters were addressed in the context of our audit of the standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

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

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

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

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

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

**Management's Responsibility for the Standalone Financial Statements**

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, total comprehensive income, changes in equity and cash flows of the Company in accordance with the Ind AS and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting 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 standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone 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 responsible for overseeing the Company's financial reporting process.

### **Auditor's Responsibilities for the Audit of the Standalone Financial Statements**

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

- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's 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 standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation. Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

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

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

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

### **Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "**Annexure- A**" a statement on the matters specified in paragraphs 3 and 4 of the order.

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

a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.

c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, Statement of Changes in Equity and the Statement of Cash Flow dealt with by this Report are in agreement with the relevant books of account.

d) In our opinion, the aforesaid standalone financial statements comply with the Ind AS specified under Section 133 of the Act.

e) On the basis of the written representations received from the directors as on March 31, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2021 from being appointed as a director in terms of Section 164 (2) of the Act.

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

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

i. The Company does not have any pending litigations on its financial position in its standalone financial Statements.

ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.

iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the company.

**For V RAVI & CO.,  
Chartered Accountants  
Firm Reg No. 006492S**

**Place: Hyderabad  
Date: 30/06/2021.**

**Sd/-  
D Ramesh Kumar  
Partner  
Membership No. 217139  
UDIN:21217139AAAAFJ1517**



### **Annexure 'A' to the Independent Auditor's Report**

(Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of Mudunuru Limited of even date)

i. In respect of the Company's fixed assets:

(a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.

(b) The Company has a program of verification to cover all the items of fixed assets in a phased manner which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the program, certain fixed assets were physically verified by the management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification.

(c) According to the information and explanations given to us, the records examined by us and based on the examination of the conveyance deeds / registered sale deed provided to us, we report that, the title deeds, comprising all the immovable properties of land and buildings which are freehold, are held in the name of the Company as at the balance sheet date.

ii. The Management has conducted physical verification of inventory at reasonable intervals during the year and no material discrepancies were noticed on such physical Verification.

iii. According the information and explanations given to us, the Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships, or other parties, covered in the register maintained under section 189 of the Companies Act, 2013, Accordingly, the provisions of clause 3(iii) (a),(b) and (c) of the order are not applicable to the company and hence not commented upon.

iv. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Sections 185 and 186 of the Act in respect of grant of loans, making investments and providing guarantees and securities, as applicable. There were no loans granted during the year under Section 185 of the Act.

v. The Company has not accepted deposits during the year and does not have any unclaimed deposits as at March 31, 2021 and therefore, the provisions of the clause 3 (v) of the Order are not applicable to the Company.

vi. The maintenance of cost records has not been specified by the Central Government under section 148(1) of the Companies Act, 2013 for the business activities carried out by the company. Thus, reporting under clause 3(vi) of the order is not applicable to the Company.

vii. According to the information and explanations given to us, in respect of statutory dues :

- (a) The Company has generally been regular in depositing undisputed statutory dues, including Provident Fund, Employees' State Insurance, Goods and Service Tax, Customs Duty, Cess and other material statutory dues applicable to it with the appropriate authorities Except TDS and GST.

SL.NO	Particulars	Amount Rs.
1.	TDS Payable	2,75,179
2.	GST Payable	86,609

(b) Details of dues of Income Tax, Sales Tax, Service Tax, Excise Duty and Value Added Tax which have not been deposited as at March 31, 2021 on account of dispute are given below :

viii. In our Opinion and according to the information and explanations provided by the Management, the company has not defaulted in repayment of loans or borrowings to a financial Institution, bank or Government or dues to debenture holders.

ix. The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) or term loans and hence reporting under clause 3 (ix) of the Order is not applicable to the Company.

x. To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company or no material fraud on the Company by its officers or employees has been noticed or reported during the year.

xi. In our opinion and according to the information and explanations given to us, the Company has not paid / provided any managerial remuneration in accordance with the provisions of section 197 read with Schedule V to the Act.

xii. The Company is not a Nidhi Company and hence reporting under clause 3 (xii) of the Order is not applicable to the Company.

xiii. In our opinion and according to the information and explanations given to us, the Company is in compliance with Section 177 and 188 of the Companies Act, 2013 where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the financial statements as required by the applicable accounting standards.

xiv. During the year, the Company has not made any preferential allotment or private placement of shares or fully or partly paid convertible debentures and hence reporting under clause 3 (xiv) of the Order is not applicable to the Company.

xv. In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its Directors or persons connected to its directors and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.

xvi. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

**For V RAVI & CO.,  
Chartered Accountants  
Firm Reg No.: 006492S**

**Sd/-**

**D Ramesh Kumar**

**Partner**

**Membership No.217139**

**UDIN:21217139AAAAFJ1517**

**Place: Hyderabad**

**Date : 30/06/2021**

### **Annexure “B” to the Independent Auditor’s Report**

(Referred to in paragraph 1(f) under ‘Report on Other Legal and Regulatory Requirements’ section of our report to the Members of **MUDUNURU LIMITED** of even date)

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

We have audited the internal financial controls over financial reporting of **MUDUNURU LIMITED** (“the Company”) as of March 31, 2021 in conjunction with our audit of the standalone Ind AS financial statements of the Company for the year ended on that date.

#### **Management’s Responsibility for Internal Financial Controls**

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

#### **Auditor’s Responsibility**

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

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

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

### **Meaning of Internal Financial Controls Over Financial Reporting**

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

### **Limitations of Internal Financial Controls Over Financial Reporting**

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

**Opinion**

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2021, 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 V RAVI & CO.,  
Chartered Accountants  
Firm Reg No.: 010371S**

**Sd/-**

**D Ramesh Kumar  
Partner**

**Membership No. 217139  
UDIN:21217139AAAAFJ1517**

**Place: Hyderabad  
Date: 30/06/2021**

MUDUNURU LIMITED				
CIN: L72900AP1994PLC039248				
D NO.27-A-432, RUSHIKONDA, THARAKARAMA VUDA LAYOUT NEAR IT SEZ,				
VISHAKAPATNAM, AP 530045 IN.				
Statement of Financial Position as at March 31, 2021				
				(Amt. in Rs.)
	Particulars	Note No.	As at Mar 31, 2021	As at Mar 31, 2020
I	<b>ASSETS</b>			
1	<b>Non-current assets</b>			
	(a) Property, plant and equipment	2	1,77,89,660	1,81,39,137
	(b) Right to use assets		-	-
	(c) Capital work in progress		-	-
	(d) Investment properties		-	-
	(e) Good will		-	-
	(f) Other intangible Assets		-	-
	(g) Intangible Assets under Development		-	-
	(h) Biological Assets other than Bearer Plants		-	-
	(d) Financial assets		-	-
	(i) Investments	3	-	-
	(ii) Trade receivables	4	-	-
	(iii) Loans	5	-	-
	(vi) other Financial assets	6	-	-
	(e) Deferred Tax Asset (Net)	7	-	-
	(f) Other non-current asset	8	87,580	1,37,580
	<b>Total non-current assets (A)</b>		<b>1,78,77,240</b>	<b>1,82,76,717</b>
2	<b>Current assets</b>			
	(a) Inventories	9	1,440	15,01,440
	(a) Financial assets			
	(i) Investments	3	-	-
	(ii) Trade receivables	4	84,51,239	2,20,44,796
	(iii) Loans	5		
	(iii) Cash and cash equivalents	10	8,91,102	1,28,344
	(iv) Bank Balances other than (iii) above			
	(iv) other financial assets	6	-	-
	(b) Current Tax Asset (Net)	7	-	-
	(c) Other current assets	11	2,11,55,335	44,80,969
	<b>Total current assets (B)</b>		<b>3,04,99,117</b>	<b>2,81,55,549</b>
	Non Current Assets Clasiffied as Held for Sale (C)		-	-
	<b>Total assets (A+B+C)</b>		<b>4,83,76,356</b>	<b>4,64,32,266</b>
II	<b>EQUITY AND LIABILITIES</b>			
1	<b>Equity</b>			
	(a) Equity share capital	12	4,78,55,000	4,78,55,000
	(b) Other equity	13	(2,93,19,598)	(3,00,67,662)
	<b>Total equity (A)</b>		<b>1,85,35,402</b>	<b>1,77,87,338</b>
2	<b>Liabilities</b>			
(i)	<b>Non-current liabilities</b>			
	(a) Financial Liabilities			
	(i) Borrowings	14	28,16,067	29,74,896
	(ii) Trade Payables	15	-	-
	(iii) Other Financial Liabilities	16	-	-
	(b) Long term provisions	17	-	-
	(c) Deferred tax Liabilities(Net)		-	-
	(d) Other non Current Liabilities		-	-
	<b>Total non-current liabilities (B)</b>		<b>28,16,067</b>	<b>29,74,896</b>
(ii)	<b>Current liabilities</b>			
	(a) Financial liabilities			
	(i) Borrowings	14	1,27,77,175	2,13,47,971
	(ii) Trade payables	15	1,02,39,650	87,842
	(iii) Other financial liabilities	16	-	-
	(b) Short term provisions	17	7,65,812	-
	(c) Other current liabilities	18	15,15,525	59,02,670
	(d) Current Tax Liabilities (net)	7	17,26,726	(16,68,451)
	<b>Total current liabilities (C)</b>		<b>2,70,24,888</b>	<b>2,56,70,032</b>
	<b>Total liabilities (D=B+C)</b>		<b>2,98,40,955</b>	<b>2,86,44,928</b>
	<b>Total equity and liabilities (A+D)</b>		<b>4,83,76,356</b>	<b>4,64,32,266</b>
The notes are an integral part of the financial statements				
As per our report of even date			for and on behalf of the Board	
For V. RAVI & CO.,			For <b>MUDUNURU LIMITED</b>	
Chartered Accountants				
Firm Reg No.006492S				
		P Uday Bhaskar	RC Rahul	
		Director	Director	
CA D. Ramesh Kumar			DIN: 02773570	DIN: 007585133
Partner				
Membership No.217139				
UDIN: 21217139AAAAFJ1517				
				JNSS Raju
Place: Hyderabad				CFO
Date : 30/06/2021				

MUDUNURU LIMITED				
CIN: L72900AP1994PLC039248				
D NO.27-A-432, RUSHIKONDA, THARAKARAMA VUDA LAYOUT NEAR IT SEZ,				
VISHAKAPATNAM, AP 530045 IN.				
Statement of Profit and Loss and Other Comprehensive Income for the Year ended Mar 31, 2021				
	Particulars	Note No.	For the year ended March 31, 2021	For the year ended March 31, 2020
	<b>Continuing Operations</b>			
I	Revenue from operations	19	4,09,28,320	4,12,89,094
II	Other income	20	-	-
III	Net gain on de-recognition of financial assets at amortised cost	21	-	-
IV	Net gain on reclassification of financial assets	22	-	-
V	<b>Total income</b>		<b>4,09,28,320</b>	<b>4,12,89,094</b>
VI	<b>Expenses</b>			
	(a) Cost of material Consumed	23	90,47,188	4,49,93,434
	(b) Purchase of Stock in Trade			
	(c) Changes in stock of finished goods, work-in progress and stock-in-trade	24		
	(d) Employee benefits	25	1,25,94,933	1,46,14,867
	(e) Finance cost	26	26,63,051	25,87,746
	(f) Depreciation expense	2	14,58,301	57,39,675
	(g) Capital Expenditure Written off		-	2,64,09,312
	(h) Net loss on de-recognition of financial assets at amortized cost		-	-
	(i) Net loss on reclassification of financial assets		-	-
	(j) Other expenses	27	1,02,55,794	97,63,285
	<b>Total expenses (VI)</b>		<b>3,60,19,267</b>	<b>10,41,08,320</b>
VII	<b>Profit/(loss) before Share of profit/(loss) of associates / joint ventures, exceptional items and tax (V - VI)</b>		<b>49,09,053</b>	<b>(6,28,19,226)</b>
VIII	Share of profit/(loss) of associates			
	Share of profit/(loss) of joint ventures			
IX	<b>Profit/(Loss) before exceptional items and tax</b>		<b>49,09,053</b>	<b>(6,28,19,226)</b>
X	<b>Exceptional items/Extraordinary items</b>		-	-
XI	<b>Profit before Tax</b>		<b>49,09,053</b>	<b>(6,28,19,226)</b>
XII	<b>Tax expense :</b>			
	a. Current tax		7,65,812	-
	b. Deferred tax		33,95,177	(6,43,495)
XIII	<b>Profit/(loss) for the year from continuing operations (XI - XII)</b>		<b>7,48,064</b>	<b>(6,21,75,730)</b>
	<b>Discontinued Operations</b>			
XIV	Profit/(loss) from discontinued operations		-	-
XV	Tax Expense of discontinued operations		-	-
XVI	<b>Profit/(loss) from discontinued operations (XIV +XV)</b>		-	-
XVII	<b>XVII Profit/(loss) for the year (XIII+XVI)</b>		<b>7,48,064</b>	<b>(6,21,75,730)</b>
XIX	<b>Other comprehensive income(OCI)</b>			
	<b>A (i) Items that will not be recycled to profit or loss</b>			
	(a) Changes in revaluation surplus		-	-
	(b) Remeasurements of the defined benefitliabilities / (asset)		-	-
	(c) Equity instruments through othercomprehensive income		-	-
	(d) Fair value changes relating to own credit risk		-	-
	(e) Others (specify nature)		-	-
	(ii) Income tax relating to items that will not be reclassified to profit or loss		-	-
	<b>B (i) Items that may be reclassified to profit or loss</b>			
	(a) Exchange differences in translating the financial statements of foreign operations		-	-
	(b) Debt instruments through other comprehensive income		-	-
	(c) Effective portion of gains and loss on designated portion of hedging instruments in a cash flow hedge		-	-
	(d) Share of other comprehensive income of equity accountedinvestees		-	-
	(e) Others (specify nature)		-	-
	(ii) Income tax on items that may be reclassified to profit or loss		-	-
	<b>Total other comprehensive income</b>		-	-
IX.	<b>Total comprehensive income for the year (V+ VI)</b>		<b>7,48,064</b>	<b>(6,21,75,730)</b>
X.	<b>Earning per equity share (for Continuing Opertations)</b>			
	(i) Basic		0.03	(2.60)
	(ii) Diluted.		0.03	(2.60)
XI.	<b>Earnings per equity share (for discontinued operation):</b>			
	(i) Basic		-	-
	(ii) Diluted.		-	-
XII.	<b>Earnings per equity share (for Continued and discontinued operation):</b>			
	(i) Basic		0.03	(2.60)
	(ii) Diluted.		0.03	(2.60)
The notes are an integral part of the financial statements				
As per our report of even date			for and on behalf of the Board	
For V. RAVI & CO.,			For MUDUNURU LIMITED	
Chartered Accountants				
Firm Reg No.006492S				
			P Uday Bhaskar	RC Rahul
			Director	Director
CA D. Ramesh Kumar			DIN: 02773570	DIN: 007585133
Partner				
Membership No.217139				
UDIN: 21217139AAAFJ1517				
			JNSS Raju	
Place: Hyderabad			CFO	
Date : 30/06/2021				



<b>MUDUNURU LIMITED</b>					
CIN: L72900AP1994PLC039248					
D NO.27-A-432, RUSHIKONDA, THARAKARAMA VUDA LAYOUT NEAR IT SEZ,					
VISHAKAPATNAM, AP 530045 IN.					
<b>CASH FLOW STATEMENT FOR THE HALF YEAR ENDED 31st March, 2021</b>					
		For the year ended March 31, 2021	For the year ended March 31, 2020		
<b>A</b>	<b>CASH FROM OPERATING ACTIVITIES</b>				
	(Loss)/Profit before tax and extraordinary items	49,09,053	(6,28,19,226)		
	<b>Adjustment for:</b>				
	Income tax expense recognised in profit or loss	-			
	Finance costs recognised in profit or loss	-	-		
	Investment income recognised in profit or loss	-	-		
	Gain on disposal of property, plant and equipment	-	-		
	Gain on disposal of a subsidiary	-	-		
	Gain on disposal of interest in former associate	-	-		
	Net (gain)/loss recorded in profit or loss on financial liabilities designated as at fair value through profit or loss	-	-		
	Net (gain)/loss arising on financial assets mandatorily measured at fair value through profit or loss	-	-		
	Net loss/(gain) arising held for trading financial liabilities	-	-		
	Hedge ineffectiveness on cash flow hedges	-	-		
	Net (gain)/loss on disposal of available-for-sale financial assets	-	-		
	Impairment loss recognised on trade receivables	-	-		
	Reversal of impairment loss on trade receivables	-	-		
	Depreciation and amortisation of non-current assets	3,49,477	57,39,675		
	Non-current assets written off	-	2,64,09,313		
	Net foreign exchange (gain)/loss	-	-		
	Expense recognised in respect of equity-settled share-based payments	-	-		
	Expense recognised in respect of shares issued in exchange for goods/services	-	-		
	Amortisation of financial guarantee contracts	-	-		
	<b>Operating Profit before Working Capital Changes</b>	<b>52,58,530</b>	<b>(3,06,70,238)</b>		
	<b>Movement for Working Capital:</b>				
	(Increase)/ decrease in trade and other receivables	1,35,93,557	3,75,04,574		
	(Increase)/decrease in amounts due from customers under construction contracts	-	-		
	(Increase)/decrease in inventories	15,00,000	1,96,69,380		
	(Increase)/decrease in other assets	(1,66,74,366)	25,10,545		
	(Increase)/decrease in Loans & Advances	-	-		
	Increase/(Decrease) in trade and other payables	1,01,51,808	(2,67,50,740)		
	Increase/(decrease) in amounts due to customers under construction contracts	-	-		
	Increase/(decrease) in provisions	-	-		
	(Decrease)/increase in deferred revenue	-	-		
	(Decrease)/increase in other liabilities	(43,87,145)	57,40,844		
	<b>Changes in non current assets and liabilities</b>				
	Decrease/(Increase) in loans & advances	-	-		
	Decrease/(Increase) in Long Term Provisions	-	-		
	Decrease/(Increase) in Other non Current Assets	-	-		
	(Decrease)/Increase in Other non Current Liabilities	50,000	-		
	<b>Changes in non current assets and liabilities</b>				
	<b>Cash generated from operations</b>	<b>94,92,384</b>	<b>80,04,365</b>		
	- Income taxes paid	-	33,974		
	- Extraordinary & Prior period items	94,92,384	79,70,391		
	<b>NET CASH FROM OPERATING ACTIVITIES</b>	<b>94,92,384</b>	<b>79,70,391</b>		

<b>B</b>	<b>CASH FLOW FROM INVESTING ACTIVITIES:</b>		
	Payments to acquire financial assets	-	-
	Proceeds on sale of financial assets	-	-
	Interest received	-	-
	Royalties and other investment income received	-	-
	Dividends received from associates	-	-
	Other dividends received	-	-
	Amounts advanced to related parties	-	-
	Repayments by related parties	-	-
	Payments for property, plant and equipment	-	-
	Proceeds from disposal of property, plant and equipment	-	(7,43,026)
	Payments for investment property	-	-
	Proceeds from disposal of investment property	-	-
	Payments for intangible assets	-	-
	Net cash outflow on acquisition of subsidiaries	-	-
	Net cash inflow on disposal of subsidiary	-	-
	Net cash inflow on disposal of associate	-	-
	<b>NET CASH FROM INVESTING ACTIVITIES</b>	-	<b>(7,43,026)</b>
<b>C</b>	<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
	Proceeds from issue of equity instruments of the Company	-	-
	Proceeds from issue of convertible notes	-	-
	Payment for share issue costs	-	-
	Payment for buy-back of shares	-	-
	Payment for share buy-back costs	-	-
	Proceeds from issue of redeemable preference shares	-	-
	Proceeds from issue of perpetual notes	-	-
	Payment for debt issue costs Proceeds from borrowings	-	-
	Proceeds from borrowings	(87,29,625)	(76,21,914)
	Proceeds from government loans	-	-
	Proceeds on disposal of partial interest in a subsidiary that does not involve loss of control	-	-
	Dividends paid on redeemable cumulative preference shares	-	-
	Dividends paid to owners of the Company	-	-
	Interest paid	-	-
	Long Term Provisions	-	-
	<b>NET CASH FROM FINANCING ACTIVITIES</b>	<b>(87,29,625)</b>	<b>(76,21,914)</b>
	<b>NET INCREASE IN CASH &amp; CASH EQUIVALENTS</b>	<b>7,62,759</b>	<b>(3,94,549)</b>
	<b>Cash and cash equivalents at the beginning of the year</b>		
		1,28,346	5,22,895
	Effects of exchange rate changes on the balance of cash held in foreign currencies	-	-
	<b>Cash and cash equivalents at the end of the year</b>	<b>8,91,105</b>	<b>1,28,346</b>
<b>Reconciliation of cash and cash equivalents as per the cash flow Statement</b>			
	Cash and cash equivalents (Note __)	8,91,102	1,28,346
	Bank overdraft (Note __)		
	<b>Balance as per statement of cash flows</b>	<b>8,91,105</b>	<b>1,28,346</b>
The notes are an integral part of the financial statements			
As per our report of even date		for and on behalf of the Board	
For V. RAVI & CO.,		For MUDUNURU LIMITED	
Chartered Accountants			
Firm Registration No.006492S			
		P Uday Bhaskar	RC Rahul
		Director	Director
CA D. Ramesh Kumar		DIN: 02773570	DIN: 007585133
Partner			
Membership No.217139			
UDIN: 21217139AAAAFJ1517			
		JNSS Raju	
Place: Hyderabad		CFO	
Date : 30/06/2021			

**Corporate Information:**

Mudunuru Limited (“the Company”) is a listed entity incorporated in India in the year 1994. The Registered office of the company is located at My First Office, First Floor, Door No. 10-28-2/1/1, A Square Business Centre, Waltair uplands, Vishakapatnam, Andhra Pradesh-530002, India. The Company is engaged the business of Software Services. The Shares of the company is listed in Bombay Stock Exchange.

**1. Disclosure of Significant Accounting Policies:****1.1 Basis for Preparation of Financial Statements:****a) Compliance with Indian Accounting Standards (Ind As)**

The Standalone financial statements have been prepared in accordance with Indian Accounting Standards (Ind As) as per the Companies (Indian Accounting Standards) Rules, 2015 notified under section 133 of the Companies Act, 2013.

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

Accordingly, the Company has prepared these Standalone Financial Statements which comprise the Balance Sheet as at 31<sup>st</sup> March, 2021, the Statement of Profit and Loss for the year ended 31<sup>st</sup> March 2021, the Statement of Cash Flows for the year ended 31<sup>st</sup> March 2021 and the Statement of Changes in Equity for the year ended as on that date, and accounting policies and other explanatory information (together hereinafter referred to as ‘Standalone Financial Statements’ or ‘financial statements’). These financial statements are approved by the Board of Directors on - 30/06/2021.

**b) Basis of Preparation of financial statements**

The separate financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS) under historical cost convention on accrual basis except the assets and liabilities which have been measured at Fair Values.

- Financial instruments – measured at fair value;
- Assets held for sale – measured at fair value less cost of sale;
- Plan assets under defined benefit plans – measured at fair value
- Employee share-based payments – measured at fair value
- Biological assets – measured at fair value
- In addition, the carrying values of recognized assets and liabilities, designated as hedged items in fair value hedges that would otherwise be carried at cost, are adjusted to record changes in the fair values attributable to the risks that are being hedged in effective hedge relationship.

**Current and Non-Current Classification:**

The Company presents assets and liabilities in the balance sheet based on current / non-current classification.

An asset is classified as current when it satisfies any of the following criteria:

- Expected to be realised, or is intended to be sold or consumed, the Company's normal operating cycle.
- held primarily for the purpose of trading;
- It is expected to be realised within twelve months after the reporting date; or
- It is cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

An asset is classified as current when it satisfies any of the following criteria:

- It is expected to be settled in the Company's normal operating cycle;
- It is held primarily for the purpose of being traded
- It is due to be settled within 12 months after the reporting date; or the Company does not have an unconditional right to defer settlement of the liability for at least 12 months after the reporting date.
- Terms of a liability that could, at the option of the counterparty, result in its settlement by the issue of equity instruments do not affect its classification

All other liabilities are classified as non-current.

**c) Use of estimates and judgment**

The preparation of the financial statements in conformity with Ind AS, management has made judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

This note provides an overview of the areas where there is a higher degree of judgment or complexity. Detailed information about each of these estimates and judgments is included in relevant notes together with information about the basis of calculation.

The areas involving critical estimates or judgments are:

S.no	Name of the estimate	Note No	Remarks
1	Fair value of unlisted equity securities	Not applicable	No unlisted equity shares are held by the company during the current financial year
2	Goodwill impairment	Not applicable	No amount provided during the current financial year
4	Useful life of intangible asset	Not Applicable	Intangible assets are stated at cost less accumulated amortization and impairment. Intangible assets are amortised over their respective useful life on straight line basis, from the date they are available for use.
5	Defined benefit obligation	Note No.1.17	Long term provision for gratuity
7	Measurement of contingent liabilities and contingent purchase consideration in a business combination	Note No.1.21	Contingent transactions are recognized based on happening contingent event. No contingent liabilities for the report
8	Current tax expense and current tax payable	Note No.1.28	As per the Ind AS.12
9	Deferred tax assets for carried forward tax losses	Note No.1.28	As per the Ind AS.12
10	Impairment of financial assets	Note No.1.5	As per Ind AS 16

**d. Standards issued but not effective** (*based on Exposure drafts available as on date*)

The amendments are proposed to be effective for reporting periods beginning on or after 1<sup>st</sup> April 2021.

**i).Issue of Ind AS 117 – Insurance Contracts:**

Ind AS 117 supersedes Ind AS 104 Insurance contracts. It establishes the principles for the recognition, measurement, presentation and disclosure of insurance contracts within the scope of the standard. Under the Ind AS 117 model, insurance contract liabilities will be calculated as the present value of future insurance cash flows with a provision for risk.

**Application of this standard is not expected to have any significant impact on the Company's financial statements.**

**Amendments to existing Standards**

Ministry of Corporate Affairs has carried out amendments of the following accounting standards:

1. Ind AS 103 – Business Combination - nil
2. Ind AS 1, Presentation of Financial Statements and Ind AS 8, Accounting Policies, Changes in Accounting Estimates and Errors
3. Ind AS 40 – Investment Property - nil

The Company is in the process of evaluating the impact of the new amendments issued but not yet effective.

**e. Estimation of uncertainties relating to the global health pandemic from COVID-19 (COVID-19):**

In assessing the recoverability of assets including trade receivables, unbilled receivables and investments, the Company has considered internal and external information up to the date of approval of these standalone financial statements including credit reports and economic forecasts. The Company has performed sensitivity analysis on the assumptions used and based on current indicators of future economic conditions, the Company expects to recover the carrying amount of these assets. The eventual outcome of impact of the global health pandemic COVID-19 may be different from those estimated as on the date of approval of these standalone financial statements.

**1.2. Ind AS 105: Non-Current Assets held for Sale or Discontinued Operations:**

This standard specifies accounting for assets held for sale, and the presentation and disclosure for discontinued operations:

- (a) Assets that meet the criteria to be classified as held for sale to be measured at the lower of carrying amount and fair value less cost to sell, and depreciation on such assets to cease; and
- (b) Assets that meet the criteria to be classified as held for sale to be presented separately in the balance sheet and the results of discontinued operations to be presented separately in the statement of profit and loss.

S.no	Particulars of Disclosures	As at 31 <sup>st</sup> March 2021 (Rs.)	As at 31 <sup>st</sup> March 2020 (Rs.)
1	A Description of Non-Current Asset (Disposal group)	-	-

2	a description of the facts and circumstances of the sale, or leading to the expected disposal, and the expected manner and timing of that disposal	-	-
3	the gain or loss recognized in accordance with paragraphs 20– 22 and, if not separately presented in the statement of profit and loss, the caption in the statement of profit and loss that includes that gain or loss	-	-

### 1.3 **Ind AS 106: Exploration for Evolution of Mineral resources:**

This standard specifies the financial reporting for the exploration for evaluation of mineral resources. In particular this standard requires:

- a. Limited improvements to existing accounting practices for exploration and evaluation of expenditures
- b. Entities that recognize exploration and evaluation of assets to assess such assets for impairment in accordance with this standard and measure any impairment.

Disclosures that identify and explain the amounts in the entity's financial statements arising from the exploration for the evaluation of mineral resources and help users of those financial statements understand the amount, timing and certainty of future cash flows from any exploration and evaluation of assets recognized.

This Ind AS 106 not applicable, the company is in the business of Software Services. Hence this Ind AS does not have any financial impact on the financial statements of the company.

### 1.4 **Ind AS-16: Property, Plant and Equipment:**

Property, Plant and Equipment are stated at cost less accumulated depreciation.

Cost of an item of property, plant and equipment comprises its purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates, any directly attributable cost of bringing the item to its working condition for its intended use and estimated costs of dismantling and removing the item and restoring the site on which it is located.

The cost of a self-constructed item of property, plant and equipment comprises the cost of materials and direct labor, any other costs directly attributable to bringing the item to working condition for its intended use, and estimated costs of dismantling and removing the item and restoring the site on which it is located.

Property, plant and equipment which are significant to the total cost of that item of Property Plant and Equipment and having different useful life are accounted for as separately.

Gains or losses arising from derecognition of property, plant and equipment are measured as the difference between the net disposal proceeds and carrying amount of the asset is recognized in the statement of profit or loss when the asset is derecognised.

Depreciation on Property Plant and Equipment is provided on Straight line method. Depreciation is provided based on useful life as prescribed under part C of the schedule II of the Companies act, 2013.

S.no	Asset	Use full life in Years
1	Plant and Machinery	3-60
2	Electrical Installations	2-40
3	Lab Equipment	3-60
4	Computers	3-10
5	Office Equipment	2-20
6	Furniture & Fixtures	3-15
7	Vehicles	5-20

Depreciation on additions (disposals) is provided on a pro-rata basis i.e. from (upto) the date on which asset is ready for use (disposed of).

### **Impairment**

Property Plant and Equipment are evaluated for recoverability whenever events or changes in circumstances indicate that their carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less cost of disposal and value in use. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash inflows which are largely independent of the cash inflows from other assets or groups of assets (cash-generating units).

#### **1.5 Impairment Assets (Ind AS 36)**

The Company's non-financial assets, other than deferred tax assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated.

For impairment testing, assets that do not generate independent cash inflows are grouped together into cash-generating units (CGUs). Each CGU represents the smallest group of assets that generates cash inflows that are largely independent of the cash inflows of other assets or CGUs.



The recoverable amount of a CGU (or an individual asset) is the higher of its value in use and its fair value less costs to sell. Value in use is based on the estimated future cash flows, discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the CGU (or the asset).

An impairment loss is recognized if the carrying amount of an asset or CGU exceeds its estimated recoverable amount. Impairment losses are recognised in the statement of profit and loss. Impairment loss recognised in respect of a CGU is allocated first to reduce the carrying amount of any goodwill allocated to the CGU, and then to reduce the carrying amounts of the other assets of the CGU (or group of CGUs) on a pro rata basis.

The books of accounts of the company doesn't carry any impairment of assets during the reporting period, hence this accounting standard does not have financial impact on the financial statements of the company.

#### **1.6 Intangible assets (Ind AS 38):**

Intangible assets are stated at cost less accumulated amortization and impairment. Intangible assets are amortized over their estimated useful life on straight line basis.

Subsequent costs are included in assets carrying amount or recognized or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the entity and the cost can be measured reliably.

The residual Values, useful lives and methods of depreciation of Property Plant and Equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

Gains or losses arising from derecognition of Intangible asset are measured as the difference between the net disposal proceeds and carrying amount of the asset is recognized in the statement of profit or loss when the asset is derecognized.

The books of accounts of the company doesn't carry any Intangible assets during the reporting period, hence this accounting standard does not have financial impact on the financial statements of the company.

#### **1.7 Cash Flow Statement (Ind AS 7):**

Cash flows are reported using the indirect method under Ind AS 7, whereby profit/(loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash

flows from operating, investing and financing activities of the Company are segregated based on the available information.

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

**a). Non-cash items: Nil**

**b). Changes in Liability Arising from Financing Activity:**

Particulars	01-Apr-20	Cash Flow		31-Mar-21
		Receipts	Payments	
Current Borrowings	2,13,47,971	-	85,70,796	1,27,77,175
Non-current Borrowings	29,74,896	-	1,58,829	28,16,067
<b>Total</b>	<b>2,43,22,867</b>	<b>-</b>	<b>87,29,625</b>	<b>1,55,93,242</b>

**1.8 Operating Cycle:**

The Company has adopted its normal operating cycle as twelve months based on the nature of products and the time between the acquisition of assets for processing and their realization, for the purpose of current / non-current classification of assets and liabilities.

**1.9 Capital Work In Progress**

Capital Work in Progress (CWIP) includes Civil Works in Progress, Plant & Equipment under erection and Preoperative Expenditure pending allocation on the assets to be acquired/commissioned, capitalized. It also includes payments made to towards technical know-how fee and for other General Administrative Expenses incurred for bringing the asset into existence.

**1.10 Investments:**

**Investments are classified as Non-Current and Current investments.**

Investments, which are readily realisable and are intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as non-current investments.

Current investments are carried at lower of cost and fair value. Non-Current Investments are carried at cost less provision for other than temporary diminution, if any, in value of such investments.

**1.11 Effects of changes in Foreign Rates (Ind AS 21):**

Foreign currency transactions are recorded at the exchange rates prevailing on the dates when the relevant transactions took place. Exchange difference arising on settled foreign currency transactions during the year and translation of assets and liabilities at the yearend are recognized in the statement of profit and loss.

In respect of Forward contracts entered into to hedge risks associated with foreign currency fluctuation on its assets and liabilities, the premium or discount at the inception of the contract is amortized as income or expense over the period of contract. Any profit or loss arising on the cancellation or renewal of forward contracts is recognized as income or expense in the period in which such cancellation or renewal is made.

The company has not entered any foreign exchange transactions during the reporting period; hence this accounting standard does not have financial impact on the financial statements.

**1.12 Borrowing Costs (Ind AS 23):**

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets is substantially ready for the intended use or sale.

Investment income earned on temporary investment of specific borrowings pending their expenditure on qualifying assets is recognized in statement of profit and loss.

Discounts or premiums and expenses on the issue of debt securities are amortized over the term of related securities are included within borrowing costs. Premiums payable on early redemptions of debt securities, in lieu of future costs, are recognized as borrowing costs.

All other borrowing costs are recognized as expenses in the period in which it is incurred.

**1.13 Revenue Recognition (Ind AS 18) :**

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognized:

- a) Sales Revenue is recognized on dispatch to customers as per the terms of the order. Gross sales are net of returns and applicable trade discounts and excluding GST billed to the customers.

- b) Subsidy from Government is recognized when such subsidy has been earned by the company and it is reasonably certain that the ultimate collection will be made.
- c) Interest income is recognized on a time proportion basis taking into account the amount outstanding and the applicable interest rate. Interest income is included under the head “other income” in the statement of profit and loss.
- d) All other incomes are recognized based on the communications held with the parties and based on the certainty of the incomes.

#### **1.14 Accounting for Government Grants and Disclosure of Government Assistance (Ind AS 20):**

##### **Government grants:**

Government grants are not recognized until there is reasonable assurance that the Company will comply with the conditions attached to them and that the grants will be received.

Government grants are recognized in the Statement of Profit and Loss on a systematic basis over the years in which the Company recognizes as expenses the related costs for which the grants are intended to compensate or when performance obligations are met.

Government grants, whose primary condition is that the Company should purchase, construct or otherwise acquire non-current assets and nonmonetary grants are recognized and disclosed as ‘deferred income’ under non-current liability in the Balance Sheet and transferred to the Statement of Profit and Loss on a systematic and rational basis over the useful lives of the related assets.

The benefit of a government loan at a below-market rate of interest and effect of this favorable interest is treated as a government grant. The loan or assistance is initially recognized at fair value and the government grant is measured as the difference between proceeds received and the fair value of the loan based on prevailing market interest rates and recognized to the income statement immediately on fulfillment of the performance obligations. The loan is subsequently measured as per the accounting policy applicable to financial liabilities.

#### **1.15 Inventories (Ind AS 2):**

Inventories are assets:

- a. Held for sale in the ordinary course of business;
- b. In the process of production for such sale;

- c. In the form of materials or supplies to be consumed in the production process or in the rendering of services

Net Realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

Inventories at the year end are valued as under:

Raw Materials, Packing Material, Components, Consumables and Stores & Spares	At Cost as per First in First out Method (FIFO).
Work In Progress and Finished goods	At lower of net realizable value and Cost of Materials plus Cost of Conversion and other costs incurred in bringing them to the present location and condition.

- Cost of Material excludes duties and taxes which are subsequently recoverable.
- Stocks at Depots are inclusive of duty, wherever applicable, paid at the time of dispatch from Factories.
- Based on the information provided the difference between physical verification and valuation of the of inventories are charged to the profit and loss account.

#### 1.16 Trade Receivables – Doubtful debts:

A Trade receivable represents the company’s right to an amount of consideration that is unconditional.

Provision is made in the Accounts for Debts/Advances which is in the opinion of Management are Considered doubtful of Recovery.

#### 1.17 Retirement and other Employee Benefits:

Retirement benefit in the form of provident fund is a defined contribution scheme. The Company has no obligation, other than contribution payable to the provident fund. The Company recognizes contribution payable to the provident fund scheme as expenditure, when an employee renders related service.

Gratuity liability is a defined benefit obligation and the cost of providing the benefits under this plan is determined on the basis of actuarial valuation at each year-end. Actuarial valuation is carried out for this plan using the projected unit credit method. Actuarial gains and losses for defined benefits plan is recognized in full in the period in which they occur in the statement of profit and loss.

Accumulated leave, which is expected to be utilized within the next 12 months, is treated as short term employee benefit. The Company measures the expected cost of such absences as the additional amount that it expects to pay as a result of the unused entitlement that has accumulated at the reporting date.

The Company treats accumulated leave expected to be carried forward beyond twelve months, as long-term employee benefit for measurement purposes. Such long-term compensated absences are provided for based on the actuarial valuation using the projected unit credit method at the year-end. Actuarial gains/losses are immediately taken to the statement of profit and loss and are not deferred. The Company presents the leave as a current liability in the balance sheet, to the extent it does not have an unconditional right to defer its settlement for 12 months after the reporting date.

#### **1.18 Ind AS 17- Leases**

A Lease is classified as a Finance Lease if it transfers substantially all the risks and rewards incidental to ownership. A lease is classified as an operating lease if it does not transfer substantially all the risks and rewards incidental to ownership.

Finance charges in respect of finance lease obligations are recognized as finance costs in the statement of profit and loss. In respect of operating leases for premises, which are cancellable / renewable by mutual consent on agreed terms, the aggregate lease rents payable is charged as rent in the Statement of Profit and Loss.

#### **1.19 Insurance Claims:**

Insurance Claims are accounted for on the basis of claims admitted/expected to be admitted and to the extent that the amount recoverable can be measured reliably and it is reasonable to expect ultimate collection.

#### **1.20 Earnings per Share (Ind AS 33):**

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. Partly paid equity shares are treated as a fraction of an equity share to the extent that they are entitled to participate in dividends relative to a fully paid equity share during the reporting period. The weighted average number of equity shares outstanding during the period is adjusted for events such as bonus issue, bonus element in a rights issue, share split, and reverse share split (consolidation of shares) that have changed the number of equity shares outstanding, without a corresponding change in resources.

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

#### **1.21 Provisions, Contingent Liabilities and Contingent Assets (Ind AS 37):**

Provisions are recognised in the balance sheet when the company has a present obligation (legal or constructive) as a result of a past event, which is expected to result in an outflow of resources embodying economic benefits which can be reliably estimated. Each provision is based on the best estimate of the expenditure required to settle the present obligation at the balance sheet. Where the time value of money is material, provisions are made on a discounted basis.

Disclosure for Contingent liabilities is made when there is a possible obligation or present obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the company or a present obligation that arises from the past events where it is either not probable that an outflow of resources embodying in economic benefits will be required to settle or a reliable estimate of amount cannot be made.

Disclosure for Contingent assets are made when there is possible asset that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity. However Contingent assets are neither recognized nor disclosed in the financial statements.

#### **1.22 Prior Period and Extraordinary and Exceptional Items:**

- (i) All Identifiable items of Income and Expenditure pertaining to prior period are accounted through ‘‘Prior Period Items’’.
- (ii) Extraordinary items are income or expenses that arise from events or transactions that are clearly distinct from the ordinary activities of the enterprise and, therefore, are not expected to recur frequently or regularly. The nature and the amount of each extraordinary item be separately disclosed in the statement of profit and loss in a manner that its impact on current profit or loss can be perceived.
- (iii) Exceptional items are generally non-recurring items of income and expenses within profit or loss from ordinary activities, which are of such, nature or incidence.

## 1.23 Financial Instruments (Ind AS 107 Financial Instruments: (Disclosures))

### I. Financial assets:

#### A. Initial recognition and measurement

All financial assets and liabilities are initially recognized at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities, which are not at fair value through profit or loss, are adjusted to the fair value on initial recognition.

#### B. Subsequent Measurement

##### a) Financial assets measured at amortized cost (AC)

A financial asset is measured at amortized cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

##### b) Financial assets at fair value through other comprehensive income (FVTOCI)

A financial asset is measured at FVTOCI if it is held within a business model whose Objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

##### c) Financial assets measured at fair value through profit or loss (FVTPL)

A Financial asset which is not classified in any of above categories are measured at FVTPL e.g. investments in mutual funds. Financial assets are reclassified subsequent to their recognition, if the Company changes its business model for managing those financial assets. Changes in business model are made and applied prospectively from the reclassification date which is the first day of immediately next reporting period following the changes in business model in accordance with principles laid down under Ind AS 109 –Financial Instruments.

### II. Financial Liabilities

#### A. Initial recognition

All financial liabilities are recognized at fair value and in case of borrowings, net of directly attributable cost. Fees of recurring nature are directly recognized in the Statement of Profit and Loss as finance cost.

#### B. Subsequent measurement

Financial liabilities are carried at amortized cost using the effective interest method. For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments



**1.24 Contingent Liabilities not provided for and commitments:**

(in Rupees)

Nature of Contingent Liability	March 31, 2021	March 31, 2020
i. Unexpired guarantees issued on behalf of the company by Banks for which the Company has provided counter guarantee	NIL	NIL
ii. Bills discounted with banks which have not matured	Nil	Nil
iii. Corporate Guarantees issued by Company on behalf of others to Commercial Banks & Financial Institutions	Nil	Nil
iv. Collateral Securities offered to Banks for the limit Sanctioned to others	Nil	Nil
v. Legal Undertakings given to Customs Authorities for clearing the imports	Nil	Nil
vi. Claims against the company not acknowledged as debts		
a. Excise	NIL	NIL
b. Sales Tax	NIL	NIL
c. Service Tax	Nil	Nil
d. Income Tax	NIL	NIL
e. Civil Proceedings	NIL	NIL
f. Company Law Matters	Unascertainable	Unascertainable
g. Criminal Proceedings	Unascertainable	Unascertainable
h. Others	Nil	Nil
vii. Estimated amounts of contracts remaining to be executed on Capital Account and not provided for	Nil	Nil

**1.25 Operating Segments (Ind AS 108)**

Operating segment is a component of an entity:

- a. That engages in business activities from which it may earn revenues and incur expenses (including revenues and expenses relating to transactions with other components of the same entity).
- b. Whose operating results are regularly reviewed by the entity's chief operating decision maker to make decision about resources to be allocated to the segments and assess its performance, and
- c. For which discrete financial information is available.

The Company is engaged in business of Software Services. As there no separate reportable segments, Segment Reporting as per Ind AS -108, "Operating Segments" is not applicable.

### **1.26 Events After the Reporting Period (Ind AS 10)**

Events after the reporting period are those events, favorable and unfavourable, that occur between the end of the reporting and the date when the financial statements are approved by the Board of Directors in case of a company, and, by the corresponding approving authority in case of any other entity for issue. Two types of events can be identified:

- a. Those that provide evidence of conditions that existed at the end of reporting period (adjusting events after the reporting period);
- b. Those that are indicative of conditions that arose after the reporting period (non-adjusting events after the reporting period).

An entity shall adjust the amounts recognized in its financial statements to reflect adjusting events after the reporting period.

As per the information provided and Books of Accounts no such events are identified during the reporting period. Hence Ind AS 10 Events After the Reporting Period is not applicable.

### **1.27 Construction Contracts (Ind AS 11)**

Construction contract is a contract specifically negotiated for the construction of an asset or a combination of assets that are closely interrelated or interdependent in terms of their design, technology, and function or their ultimate purpose or use.

The company is business of Software Services, hence Ind AS 11 “Construction Contract” is not applicable.

### **1.28 Income Taxes (Ind AS 12)**

The Tax Expense for the period comprises of current and deferred tax.

- **Current Tax:**

Current Tax Assets and Liabilities are measured at the amount expected to be recovered from or paid to the Income tax authorities, based on tax rates and laws that are enacted at the Balance Sheet date.

- **Deferred Tax:**

Deferred tax liabilities are recognized for all timing differences. Deferred tax assets are recognized for deductible timing differences only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. In situations where the Company has unabsorbed depreciation or carry forward tax losses, all deferred tax assets are recognized only if there is virtual certainty supported by convincing evidence that they can be realized against future taxable profits.

At each reporting date, the Company re-assesses unrecognized deferred tax assets. It recognizes unrecognized deferred tax asset to the extent that it has become reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which such deferred tax assets can be realized.

The carrying amount of deferred tax assets are reviewed at each reporting date. The Company writes-down the carrying amount of deferred tax asset to the extent that it is no longer reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which deferred tax asset can be realized. Any such write-down is reversed to the extent that it becomes reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available.

#### **Deferred Tax**

<b>Particulars</b>	<b>2020-2021</b>	<b>2019-2020</b>
Opening Balance	(16,68,451)	(10,24,956)
Adj/Credit during the year	33,95,177	(6,43,495)
<b>Closing balance</b>	<b>17,26,726</b>	<b>(16,68,451)</b>

#### **1.29 Amendment to Ind AS 116: COVID -19 Related Rent Concessions:**

The amendments provide relief to lessees from applying Ind AS 116 guidance on lease modification accounting for rent concessions arising as a direct consequence of Covid-19 pandemic. As a practical expedient, a lessee may elect not to assess whether a Covid-19 related rent concession from a lessor is lease modification. A lessee that makes this election accounts for any change in lease payments resulting from COVID-19 related rent concession the same way it would account for the changes under Ind AS 116, if changes were not lease modifications. This Amendment had no impact on the standalone financial statements of the Company.

**1.30 Amendment to Ind AS 1 and Ind AS 8: Definition of material:**

The Amendments provide a new definition of material that states “information is material if omitting, misstating or obscuring it is reasonably be expected to influence decisions that the primary uses of general-purpose financial statements make on the basis of those financial statements, which provide financial information about specific reporting entity”. The amendments clarify that materiality will depend on the nature of magnitude of information, either individually or in combination with other information, in the context of the financial year statements. A misstatement of information is material if it could reasonably be expected to influence decisions made by the primary users. These amendments had no impact on standalone financial statements of the company.

**1.31 Amendment to Ind AS 107 and Ind AS 109: Interest Rate Benchmark Reform:**

The amendments to Ind AS 109 Financial Instruments: Recognition and Measurements provide number of reliefs, which apply to all hedging relationships that are directly affected interest rate benchmark reform. A hedging relationship is affected if the reform gives raise to uncertainty about the timing and/or amount of bench mark -based cash flow of hedging items or hedging instrument. These amendments have no impact on the standalone financial statements of the company as it does not have any interest rate hedge relation.

The amendment to Ind AS 107 prescribe the disclosure which entities are required to make for hedging relationship to which the reliefs as per the amendments in Ind AS 109 are apply. This amendment had no impact on the standalone financial statement of the company.

**MUDUNURU LIMITED**
**Notes to accounts**
**Note 2: Property, Plant Equipment**

Amount Rs.

Particular	Plant & Machinery	Computers	Office Equipment	Furniture & Fixtures	Vehicles	Total
<b>Cost/Deemed Cost:</b>						
at 1st April 2019	1,03,73,413	5,17,25,021	22,45,808	49,94,479	42,29,183	7,35,67,904
Additions	-				26,60,400	26,60,400
Deletions	19,17,375			-	-	19,17,375
<b>As at March 2020</b>	<b>84,56,039</b>	<b>5,17,25,021</b>	<b>22,45,808</b>	<b>49,94,479</b>	<b>68,89,583</b>	<b>7,43,10,929</b>
Additions	-				11,08,825	11,08,825
Deletions						-
<b>As at March 2021</b>	<b>84,56,039</b>	<b>5,17,25,021</b>	<b>22,45,808</b>	<b>49,94,479</b>	<b>79,98,408</b>	<b>7,54,19,753</b>
<b>Depreciation/Impairment</b>						
<b>As at March 2019</b>	9,18,103	4,73,59,197	4,40,402	7,24,585	9,89,831	5,04,32,118
Depreciation for the year	6,47,712	43,65,824	56,726	1,37,388	5,32,025	57,39,675
Disposals		-	-	-	-	-
Impairment	-	-	-	-	-	-
<b>As at March 2020</b>	<b>15,65,815</b>	<b>5,17,25,021</b>	<b>4,97,128</b>	<b>8,61,973</b>	<b>15,21,856</b>	<b>5,61,71,792</b>
Depreciation for the year	6,47,712	-	56,726	1,37,388	6,16,475	14,58,301
Disposals		-				
Impairment		-				
<b>As at March 2021</b>	<b>22,13,527</b>	<b>5,17,25,021</b>	<b>5,53,854</b>	<b>9,99,361</b>	<b>21,38,331</b>	<b>5,76,30,094</b>
<b>Net Book Value</b>						
As at March 2021	62,42,512	0	16,91,954	39,95,117	58,60,077	1,77,89,660
As at March 2020	68,90,224	0	17,48,680	41,32,506	53,67,727	1,81,39,137

**Note 1(a): Other Intangible Assets**

Particular	Trade marks
<b>Cost/Deemed Cost:</b>	
at 1st April 2019	-
Additions	-
Deletions	
<b>As at March 2020</b>	<b>-</b>
Additions	
Deletions	
<b>As at March 2021</b>	
<b>Depreciation/Impairment</b>	
at 1st April 2019	-
Depreciation for the year	-
Disposals	
<b>As at March 2020</b>	<b>-</b>
Depreciation for the year	
Disposals	
<b>As at March 2021</b>	
<b>Net Book Value</b>	
As at March 2021	-
As at March 2020	-

MUDUNURU LIMITED				
201, 2nd Floor, C Scape, # 7-5-176/1, MIG-1, Maitreyinagar Layout				
Beach Road Pandurangapuram Vishakhapatnam AP 530003 IN				
<b>Notes annexed to and forming part of the Financial Statements</b>				
<b>Note.3 : Invements</b>				
S.No	Particulars	As at Mar 31, 2021	As at Mar 31, 2020	As at March 31, 2019
<b>Non Current</b>				
1	Investments in quoted shares	-	-	-
2	investment in unquoted shares of subsidiaries	-	-	-
3	investment in Joint Ventures	-	-	-
4	investment in Preference Shares	-	-	-
5	Investment in partnerships	-	-	-
	<b>Total</b>	-	-	-
<b>Current</b>				
1	Investments in quoted shares	-	-	-
2	investment in unquoted shares of subsidiaries	-	-	-
3	investment in Joint Ventures	-	-	-
4	investment in Preference Shares	-	-	-
5	Investment in partnerships	-	-	-
	<b>Total</b>	-	-	-
<b>Note 4:Trade Receivables</b>				
S.No	Particulars	As at March 31, 2021	As at Mar 31, 2020	As at March 31, 2019
<b>Non Current</b>				
A	<b>Secured and considered good:</b>			
	-From Related party			
	-From Others			
B	<b>Unsecured and considered good:</b>			
	-From Related party			
	-From Others			
C	<b>Doubtful:</b>			
	-From Related party			-
	-From Others			-
	Less: allowance for doubtful debts			-
	<b>Total</b>	-	-	-
<b>Current:</b>				
A	<b>Secured and considered good:</b>			
	-From Related party			
	-From Others			
B	<b>Unsecured and considered good:</b>			
	-From Related party			
	-From Others	84,51,239	2,20,44,796	5,95,49,370
C	<b>Doubtful:</b>			
	-From Related party			-
	-From Others			-
	Less: allowance for doubtful debts			-
	<b>Total</b>	<b>84,51,239</b>	<b>2,20,44,796</b>	<b>5,95,49,370</b>
<b>Note 5: Loans</b>				
S.No	Particulars	As at March 31, 2021	As at Mar 31, 2020	As at March 31, 2019
<b>Non Current:</b>				
A	<b>Loans :</b>			
1	To related parties			
2	to other boady corporate			
3	to employees			
4	Security Deposits:			
5	Less: allowances for Doubfull loans			
	<b>Total Loans</b>	-	-	-
<b>Notes:</b>				
1	Considered good			
2	Considered Doubt full, Provided:			
3	To related parties			
4	to other boady corporate			
5	to employees			
	<b>Total</b>	-	-	-
<b>Current:</b>				
A	<b>Loans :</b>			
1	To related parties			
2	to other boady corporate			
3	to employees			
4	Security Deposits:			
5	Less: allowances for Doubfull loans			
	<b>Total</b>	-	-	-
<b>Notes:</b>				
1	Considered fgood			
2	Considered Doubt full, Provided:			
3	To related parties			

MUDUNURU LIMITED				
<b>Note 6: Other Financial Assets</b>				
S.No	Particulars	As at March 31, 2021	As at Mar 31, 2020	As at March 31, 2019
	<b><u>Non Current</u></b>			
1	Export benefits and entitlements			
2	Insurance claims receivable			
3	Advances towards equity/preference share capital			
4	<b><u>Derivative instruments:</u></b>			
a	Derivative instruments at fair value			
b	Cash flow hedges			
c	Foreign exchange forward contracts			
	<b>Total Derivative Instruments at fair value through OCI</b>		-	-
5	<b>Derivative instruments at fair value through profit or loss through OCI:</b>			
	Derivatives not designated as hedges			
	Foreign exchange forward contracts			
	Embedded derivatives			
	<b>Total derivative instruments at fair value through profit or loss</b>		-	-
	<b>Total Financial Assets</b>		-	-
	<b><u>Current</u></b>			
1	Export benefits and entitlements			
2	Insurance claims receivable			
3	Advances towards equity/preference share capital			
4	<b><u>Derivative instruments:</u></b>			
a	Derivative instruments at fair value			
b	Cash flow hedges			
c	Foreign exchange forward contracts			
	<b>Total Derivative Instruments at fair value through OCI</b>		-	-
5	<b>Derivative instruments at fair value through profit or loss through OCI:</b>			
	Derivatives not designated as hedges			
	Foreign exchange forward contracts			
	Embedded derivatives			
	<b>Total derivative instruments at fair value through profit or loss</b>		-	-
	<b>Total Financial Assets</b>		-	-

MUDUNURU LIMITED				
<b>Note 7: Income Taxes</b>				(Amt. in Rs.)
S.No	Particulars	As at March 31, 2021	As at Mar 31, 2020	As at March 31, 2019
<b>a). Current Tax liability</b>				
	<b>Opening Balance</b>	-	33,974	-
	Add: Current tax payable for the year	-	-	33,974
	Less: Taxes Paid	-	33,974	-
	<b>Closing balances</b>	-	-	<b>33,974</b>
<b>b). Current Tax Asset</b>				
	<b>Opening Balance</b>	-	-	-
	Add: Taxes paid/TDS Receivable	-	-	-
	Less: Current tax payable for the year	-	-	-
	<b>Closing Balance</b>	-	-	-
<b>c). Differed Tax Asset</b>				
	Differed tax Asset - (A)			
	Provision for Emplpyoees			
	Waranty Provisions			
	Loss allowance on financial and Contract Assets			
	Others			
	<b>Sub Total (A)</b>	-	-	33,974
	<b>Differed tax Liability- (B)</b>			
	Opening Balance	(16,68,451)	(10,24,956)	(8,21,820)
	on Written down value of fixed assets	33,95,177	(6,43,495)	(2,03,135)
	Others	-	-	-
	<b>Sub Total (B)</b>	<b>17,26,726</b>	<b>(16,68,451)</b>	<b>(10,24,956)</b>
	<b>Total (A-B)</b>	<b>17,26,726</b>	<b>(16,68,451)</b>	<b>(9,90,983)</b>
<b>Note 8: Other-Non Current Assets</b>				(Amt in Rs.)
S.No	Particulars	As at March 31, 2021	As at Mar 31, 2020	As at March 31, 2019
A	<b>Other Non-Current Assets</b>			
	Capital Advances	-	-	-
	Advances other than capital advances	-	-	-
	<b>Security Deposits:</b>	-	-	-
	Government Authorities - Electricity Dept	-	-	-
	— Advances to Related Parties	-	-	-
	— Other Advances	87,580	1,37,580	-
	<b>Total of Other Non-current Assets</b>	<b>87,580</b>	<b>1,37,580</b>	<b>1,37,580</b>
<b>Note 9: Inventories</b>				(Amt. in Rs.)
Particulars	As at March 31, 2021	As at Mar 31, 2020	As at March 31, 2019	
Stock in Trade	1,440	15,01,440	2,11,70,819	
<b>Total Inventories</b>	<b>1,440</b>	<b>15,01,440</b>	<b>2,11,70,819</b>	
<b>Notes 9a): Disclaoure of Inventories pledged as security for liabilities as follows</b>				
S.No		Carrying Amount Rs.	Security Pledged Against	
A	<b>As at 31st March 2020</b>			
a	Raw Material			
b	Work In Process			
c	Finished Goods			
B	<b>As at 31st March 2019</b>			
a	Raw Material			
b	Work In Process			
c	Finished Goods			
	<b>Total Inventories</b>	-	-	



MUDUNURU LIMITED				
<b>Note 10: Cash and Cash Equivalents</b>				(Amt. in Rs.)
S.No	Particulars	As at March 31, 2021	As at Mar 31, 2020	As at March 31, 2019
1	Cash and Cash Equivalents (Note 9.1)	8,91,102	1,28,344	5,22,895
2	Bank Balances other than Cash and Cash Equivalents	-	-	-
	<b>Total Cash and Cash Equivalents</b>	<b>8,91,102</b>	<b>1,28,344</b>	<b>5,22,895</b>
<b>Notes:</b>				
1. In the Balance sheet Cash comprises cash and demand deposits.				
2. Cash equivalents are held for the purpose of short term cash commitments rather than for investment or other purpose				
<b>Note 10a): Cash and Cash Equivalents</b>				(Amt. in Rs.)
S.No	Particulars	As at March 31, 2021	As at Mar 31, 2020	As at March 31, 2019
	<b>Cash Balances</b>	1,449	6,271	4,56,524
	<b>On Current Accounts:</b>			
	Axis Bank	-	11,984	11,984
	ICICI-186	-	66	16,676
	Oriental Bank of Commerce	-	3,148	3,148
	SBI SME-040	8,89,653	75,432	3,123
	State Bank of Hyderabad	-	31,442	31,442
	<b>Total Cash and Cash Equivalents</b>	<b>8,91,102</b>	<b>1,28,342</b>	<b>5,22,896</b>
<b>Note 11: Other Current Assets</b>				(Amt in Rs.)
S.No	Particulars	As at March 31, 2021	As at Mar 31, 2020	As at March 31, 2019
	<b>Other Current Assets</b>			
1	<b>Capital Advances:</b>			
	Advances to Plant and Machinery			-
2	<b>Advances other than capital advances:</b>			
	MAT Credit Entitlement			-
3	Security Deposits			-
4	Advances to Suppliers	2,11,06,595	44,32,229	-
5	<b>Other Advances:</b>			
	Balance in Indirect Tax Payable account	48,740	48,740	83,384
	Interest Receivable	-	-	-
	Other amount receivables	-	-	69,08,129
	<b>Total of Other current Assets</b>	<b>2,11,55,335</b>	<b>44,80,969</b>	<b>69,91,513</b>
<b>Note 14: Borrowings</b>				
S.No	Particulars	As at March 31, 2021	As at Mar 31, 2020	As at March 31, 2019
	<b>Non-Current:</b>			
1	Bonds			-
2	Debentures(Secured)			-
3	<b>Term loans:</b>			
i	Secured			31,03,634
ii	Unsecured			-
iii	From banks	28,16,067	29,74,896	7,52,006
iv	Working Capital			-
v	Deferred payment liabilities			-
vi	Other Loans			-
vii	-Finance lease obligations			-
viii	- Preference shares			-
ix	Interest-free sales Tax deferral loan from state Govt.			-
4	<b>Unsecured Loans</b>			
i	Loans fom Individuals other than Banks			-
	<b>Total</b>	<b>28,16,067</b>	<b>29,74,896</b>	<b>38,55,640</b>
	<b>Current:</b>			
1	Bonds			-
2	Debentures(Secured)			-
3	<b>Term loans:</b>			
i	Secured			-
ii	Unsecured			-
iii	From banks			-
iv	Working Capital	1,27,77,175	2,13,47,971	2,80,89,142
v	Deferred payment liabilities			-
vi	Other Loans			-
vii	-Finance lease obligations			-
viii	- Preference shares			-
ix	Interest-free sales Tax deferral loan from state Govt.			-
4	<b>Unsecured Loans</b>			
i	Loans fom Individuals other than Banks			-
	<b>Total</b>	<b>1,27,77,175</b>	<b>2,13,47,971</b>	<b>2,80,89,142</b>

MUDUNURU LIMITED				
S.No	Particulars	As at March 31, 2021	As at Mar 31, 2020	Terms of Repayment
	<b>Current</b>			
	<b>Secured</b>			
	Term Loans			
	From Banks	1,27,77,175	2,13,47,971	
	Interest-free sales Tax deferral loan from state Govt.		-	
	<b>Unsecured</b>			
	Unsecured loans from individuals other than Banks		-	

MUDUNURU LIMITED				
<b>Note 15: Trade Payables</b>				
S.No	Particulars	As at March 31, 2021	As at Mar 31, 2020	As at March 31, 2019
<b>Non Current:</b>				
<b>A</b>	<b>Trade payables</b>			
	Dues to Micro, Small and Medium Enterprises	-	-	-
	Dues to other than Micro, Small and Medium Enterprises	-	-	-
	<b>Sub Total</b>	-	-	-
<b>B</b>	<b>Trade payables</b>			
	Dues to Micro, Small and Medium Enterprises	-	-	-
	Dues to other than Micro, Small and Medium Enterprises	-	-	-
	<b>Total</b>	-	-	-
<b>Current:</b>				
<b>A</b>	<b>Trade payables</b>			
	Dues to Micro, Small and Medium Enterprises	-	-	-
	Dues to other than Micro, Small and Medium Enterprises	-	-	-
	<b>Sub Total</b>	-	-	-
<b>B</b>	<b>Trade payables</b>			
	Dues to Micro, Small and Medium Enterprises	-	-	-
	Dues to other than Micro, Small and Medium Enterprises	1,02,39,650	87,842	2,68,38,582
	<b>Total</b>	<b>1,02,39,650</b>	<b>87,842</b>	<b>2,68,38,582</b>
<b>Note:</b> Dues to micro and small enterprises - As per Micro, Small and Medium Enterprises Development Act, 2006 ('MSMED' Act) This information has been determined to the extent such parties have been identified on the basis of information available with the Company				
S.No	Particulars	As at March 31, 2021	As at Mar 31, 2020	As at March 31, 2019
	Principal amount remaining unpaid to any supplier as at the end of the year.	-	-	-
	Amount of interest due remaining unpaid to any supplier as at the end of the year	-	-	-
	Amount of interest paid under MSMED Act, 2006 along with the amounts of the payment made to the supplier beyond the appointed day during the year.	-	-	-
	Amount of interest due and payable for the period of delay in making payment (where the principal has been paid but interest under the MSMED Act, 2006 not paid)	-	-	-
	Amount of interest accrued and remaining unpaid at the end of year.	-	-	-
	Amount of further interest remaining due and payable even in the succeeding year	-	-	-
<b>Note 16 :Other Financial Liabilities</b>				
S.No	Particulars	As at March 31, 2021	As at Mar 31, 2020	As at March 31, 2019
<b>Non Current:</b>				
1	Investor education protection fund			
4	<b>Others:</b>			
i	Retention money for capital projects	-	-	-
ii	Payble towards capital expenditure	-	-	-
iii	Payble towards Services received	-	-	-
iv	Payble towards other expenses	-	-	-
v	Interest accrued but no due on borrowings	-	-	-
	<b>Total</b>	-	-	-
<b>Current</b>				
1	Current Maturities of Long Term Borrowings	-	-	-
2	Current Maturities of finance lease obligation	-	-	-
3	Investor education protection fund	-	-	-
4	<b>Others:</b>			
i	Retention money for capital projects	-	-	-
ii	Payble towards capital expenditure	-	-	-
iii	Payble towards Services received	-	-	-
iv	Payble towards other expenses	-	-	-
v	Interest accrued but no due on borrowings	-	-	-
	<b>Total</b>	-	-	-
<b>Note 17: Provisions</b>				
S.No	Particulars	As at March 31, 2021	As at Mar 31, 2020	As at March 31, 2019
<b>Non Current:</b>				
a).	Provision for Employee Benefits			
	For Provident Fund	-	-	-
	For gratuity	-	-	-
	Provision for compensated absences	-	-	-
b).	Others	-	-	-
	Service Warranties	-	-	-
	Statutory Dues	-	-	-
	Legal Claims	-	-	-
	<b>Total</b>	-	-	-

<b>MUDUNURU LIMITED</b>			
	<b>Current:</b>		
	a). Provision for Employee Benefits		
	For Provident Fund	-	-
	For gratuity	-	-
	Provision for compensated absences		
	b). Others	-	-
	Service Warranties	-	-
	Statutory Dues	-	-
	Income Tax	7,65,812	
	Legal Claims	-	-
	<b>Total</b>	<b>7,65,812</b>	-

MUDUNURU LIMITED				
<b>Note 18 : Other current Liabilities</b>				
S.No	Particulars	As at March 31, 2021	As at Mar 31, 2020	As at March 31, 2019
	a).Revenue Received in Advance			
	Advances From customers	-	-	-
	b).Other Payables			
	<b>Statutory Dues Payable</b>		-	-
	Provident fund payable	-	-	-
	ESI contribution payable	-	-	-
	Interest Payable on statutory dues	-	-	-
	TDS payable	2,75,179	10,72,850	-
	Salaries and Wages payable	86,609	18,27,710	-
	GST Payable	11,47,215	28,86,210	-
	<b>Other dues Payable</b>			
	Directors Remuneration Payable	-	-	-
	Bonus payable	-	-	-
	Electricity Charges Payable	-	-	-
	Other Expenses Payable		15,900	1,11,826
	Deposits		-	-
	Other Advance payable		-	-
	Audit fee payable	6,522	1,00,000	50,000
	<b>Total</b>	<b>15,15,525</b>	<b>59,02,670</b>	<b>1,61,826</b>
<b>Note 19: Revenue from operations</b>				
				(Amt. in Rs.)
	Particulars	For the year ended March 31, 2021	For the year ended March 31, 2020	For the year ended March 31, 2019
	<b>Revenue from Operations</b>	4,09,28,320	4,12,89,094	8,67,33,957
	<b>Sub total</b>	<b>4,09,28,320</b>	<b>4,12,89,094</b>	<b>8,67,33,957</b>
	<b>Other Operating Revenues</b>			
	a). Export Incentives	-	-	-
	b). Royalty Received	-	-	-
	From subsidiaries and associates	-	-	-
	From others	-	-	-
	c). Scrap Sale	-	-	-
	d). Others	-	-	-
	<b>Sub total</b>	<b>-</b>	<b>-</b>	<b>-</b>
	<b>Total Revenue from Operations</b>	<b>4,09,28,320</b>	<b>4,12,89,094</b>	<b>8,67,33,957</b>
<b>Note 20: Other Income</b>				
	Particulars	For the year ended March 31, 2021	For the year ended March 31, 2020	For the year ended March 31, 2019
	<b>Interest income</b>			
	a).Financial assets mandatorily measured at fair value through profit or loss			
	b). Interest income on financial assets fair valued through other comprehensive income			
	-Non Convertible debentures			
	c). Financial assets carried at amortised cost			
	Tax free bonds and government bonds			
	Deposits with banks and others		-	-
	<b>Sub total (i)</b>	<b>-</b>	<b>-</b>	<b>-</b>
	<b>Dividend Income</b>			
	a).Investments mandatorily measured at fair value through profit or loss			
	b).Equity investment designated at fair value through other comprehensive income			
	<b>Sub total (ii)</b>			
	Unwinding of discount on security deposits(iii)			
	Government grants (iv)			
	Rental income on Investment Properties (v)			
	<b>Others</b>	-	-	57,772
	<b>Total(i+ii+iii+iv+v)</b>	<b>-</b>	<b>-</b>	<b>57,772</b>
<b>Note 21: Net gain on de-recognition of financial assets at amortised cost</b>				
	Particulars	For the year ended March 31, 2021	For the year ended March 31, 2020	For the year ended March 31, 2019
	Profit on sale of land and buildings	-	-	-

<b>MUDUNURU LIMITED</b>				
	Written off of liability	-	-	-
	<b>Total Gain</b>	<b>-</b>	<b>-</b>	<b>-</b>

MUDUNURU LIMITED				
<b>Note 22: Net gain on reclassification of financial assets</b>				
	Deposits with banks and others	For the year ended March 31, 2021	For the year ended March 31, 2020	For the year ended March 31, 2019
	Profit on sale of land and buildings	-	-	-
	Written off of liability	-	-	-
	<b>Total Gain</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Note 23 Cost of Material Consumed</b>				
		For the year ended March 31, 2021	For the year ended March 31, 2020	For the year ended March 31, 2019
	<b>A. Raw Material Consumed</b>			
	Raw materials at the beginning of the year	15,01,440	2,11,70,819	2,11,38,279
	Add: Purchases During the year	75,47,188	2,53,24,055	4,20,86,146
	Less: Raw materials at the end of the year	1,440	15,01,440	2,11,70,819
	<b>Total cost of raw material consumed</b>	<b>90,47,188</b>	<b>4,49,93,434</b>	<b>4,20,53,606</b>
	(Write down value of inventories Rs. _____ and written down value of material due to obsolescence Rs. _____ these amount included in the cost material consumed)			
	<b>B). Packing Material</b>			
	Packing materials at the beginning of the year	-	-	-
	Add : Purchases During the year	-	-	-
	Less: Packing materials at the end of the year	-	-	-
	<b>Total cost of packing materials consumed (B)</b>	<b>-</b>	<b>-</b>	<b>-</b>
	<b>Total cost of Materials consumed (B)</b>	<b>90,47,188</b>	<b>4,49,93,434</b>	<b>4,20,53,606</b>
<b>Note 24 Changes in inventories of finished goods, work-in-progress and stock-in-trade</b>				
	-	For the year ended March 31, 2021	For the year ended March 31, 2020	For the year ended March 31, 2019
	<b>Opening Balance</b>			
	Finished Goods	-	-	-
	Work in Progress	-	-	-
	Stock in Trade (Including Goods in Transit)	-	-	-
	Spares and Consumables	-	-	-
	<b>Total Opening Balnces</b>	<b>-</b>	<b>-</b>	<b>-</b>
	<b>Closing Balance</b>			
	Finished Goods	-	-	-
	Work in Progress	-	-	-
	Stock in Trade (Including Goods in Transit)	-	-	-
	Spares and Consumables	-	-	-
	<b>Total Closing Balance</b>	<b>-</b>	<b>-</b>	<b>-</b>
	<b>Total Changes in inventories of finished goods, work-in-progress and stock-in-trade</b>	<b>-</b>	<b>-</b>	<b>-</b>

<b>MUDUNURU LIMITED</b>				
<b>Note 25 Employee Benefits</b>				
	Particulars	For the year ended March 31, 2021	For the year ended March 31, 2020	For the year ended March 31, 2019
	Salaries, Wages, Bonus etc.	1,25,93,933	1,41,10,422	1,83,28,566
	Contribution to P.F, E.S.I and Other Statutory Funds	-	-	-
	Employee share based payment expenses	-	-	-
	Gratuity	-	-	-
	Leave compensation	-	-	-
	Post-employment pension benefits	-	-	-
	Post-employment medical benefits	-	-	-
	Staff welfare expenses	1,000	5,04,445	1,63,822
	<b>Total Employee benefits</b>	<b>1,25,94,933</b>	<b>1,46,14,867</b>	<b>1,84,92,388</b>
<b>Note 26 Finance Cost</b>				
	Particulars	For the year ended March 31, 2021	For the year ended March 31, 2020	For the year ended March 31, 2019
	<b>Interest and finance charges on financial liabilities carried at amortised cost</b>			
	a). Interest on Bank Borrowings	26,63,051	25,87,746	35,35,961
	b). Interest on Bill Discounting	-	-	-
	c). Other Interest Expenses(Bank Charges)	-	-	-
	Less: Amount Capitalised			
	<b>Total Interest on financial liabilities carried at amortised cost</b>	<b>26,63,051</b>	<b>25,87,746</b>	<b>35,35,961</b>
	Interest on Trade payables (as per MSME Act)	-	-	-
	Interest on delayed payment of statutory dues	-	-	-
	Unwinding of discount on provision	-	-	-
	Exchange difference regarded as adjustment to borrowing costs	-	-	-
	Dividend on redeemable preference shares (including dividend distribution tax)	-	-	-
	<b>Total Finance Cost</b>	<b>26,63,051</b>	<b>25,87,746</b>	<b>35,35,961</b>
<b>Note 2 : Depreciation and Amortisation Expenses</b>				
	Particulars	For the year ended March 31, 2021	For the year ended March 31, 2020	For the year ended March 31, 2019
	Depreciation on plant, property and equipment	14,58,301	57,39,675	79,10,239
	Depreciation on Investment properties	-	-	-
	Amortisation on Intangible assets	-	-	-
	<b>Total depreciation and Amortisation expenses</b>	<b>14,58,301</b>	<b>57,39,675</b>	<b>79,10,239</b>



<b>MUDUNURU LIMITED</b>				
<b>Note 28 : Other expenses</b>				
	Particulars	For the year ended March 31, 2021	For the year ended March 31, 2020	For the year ended March 31, 2019
	Audit Fees	1,00,000	1,00,000	50,000
	Conveyance	-	-	3,14,331
	Rates and Taxes	33,348	5,73,402	3,30,364
	Computer maintainance	-	1,50,865	8,276
	Electricity Charges	13,362	5,22,022	3,89,881
	Miscellenous Exp	5,00,000	-	1,15,775
	Office maintainance	2,87,297	5,15,098	25,04,472
	Printing & Stationery	-	10,600	10,669
	Professional Charges	3,76,781	1,93,334	73,564
	Donations	-	-	20,000
	Rent	3,47,820	4,50,000	5,96,005
	Telephone Expense	-	1,45,866	1,27,134
	Travelling Expense	30,79,361	15,03,251	36,14,308
	Vehicle Maintenance	-	6,79,976	2,83,939
	Marketing Expenses	-	10,000	26,550
	Advertisement	1,16,610	2,02,528	73,465
	Server Maintainance	-	5,61,097	-
	Bank Charges	84,521	47,569	24,923
	Interest on TDS	1,32,079	1,57,129	2,00,849
	Interest and penalty on GST	84,865	2,81,674	-
	Insurance	7,958	-	83,070
	Membership & Subscription	-	16,120	30,000
	Late filling fee	30,061	73,100	-
	Listing Fee	10,30,670	-	-
	Loan processing charges	-	-	1,65,519
	Repairs & Maintainance	1,25,108	75,431	20,13,397
	Transport charges & Delivery Charges	-	82,975	58,425
	Packing Charges	-	1,53,770	-
	Agri Expenses	-	2,22,716	5,61,059
	Labour Charges	-	-	76,275
	Dairy Lease charges	-	40,000	50,000
	Consumables	-	29,94,762	28,20,703
	Internet Expenses	6,834	-	-
	SMS Charges	25,98,577	-	-
	Valuation Chargers	10,000	-	-
	Other Expenses	12,84,223	-	-
	Web Expenses	6,319	-	-
	<b>Total</b>	<b>1,02,55,794</b>	<b>97,63,285</b>	<b>1,46,22,953</b>
<b>27.1 Payment to Auditors</b>				
	Particulars	For the year ended March 31, 2021	For the year ended March 31, 2020	For the year ended March 31, 2019
	As An Auditor			
	- Audit Fees	1,00,000	1,00,000	50,000
	- Tax Audit	-	-	-
	- Limited Review	-	-	-
	In Other Capacity			
	- Taxation Matters	-	-	-
	- Company Law matters	-	-	-
	- Certification matters	-	-	-
	- Reimbursement of Expenses	-	-	-
	<b>Total Payment to Auditor</b>	<b>1,00,000</b>	<b>1,00,000</b>	<b>50,000</b>
<b>27.2 Corporate Social Responsibility( CSR) Not Applicable to this period</b>				
	Particulars	For the year ended March 31, 2021	For the year ended March 31, 2020	For the year ended March 31, 2019
	Amount required to be spent as per Section 135 of the Companies Act, 2013	-	-	-
	<b>Amount spent during the year</b>	-	-	-
		-	-	-
		-	-	-

MUDUNURU LIMITED				
Notes annexed to and forming part of the Financial Statements				
Note 12: Equity share capital				
a. Equity share capital	As at Mar 31, 2021		As at Mar 31, 2020	
	No. of Shares	Amount in Rs.	No. of Shares	Amount in Rs.
<b>Authorised</b>				
Equity shares of Rs. 2/- each	4,50,00,000	9,00,00,000	4,50,00,000	9,00,00,000
<b>Issued</b>				
Equity shares of Rs. 2/- each	2,39,27,500	4,78,55,000	2,39,27,500	4,78,55,000
<b>Subscribed and Paid-up</b>				
Equity shares of Rs. 2/- each fully paid-up	2,39,27,500	4,78,55,000	2,39,27,500	4,78,55,000
<b>Total</b>	<b>2,39,27,500</b>	<b>4,78,55,000</b>	<b>2,39,27,500</b>	<b>4,78,55,000</b>
<b>b. Reconciliation of the number of equity shares outstanding and the amount of share capital</b>				
	As at Mar 31, 2021		As at Mar 31, 2020	
	No. of Shares	Amount	No. of Shares	Amount
<b>Equity Shares</b>				
<b>Issued and Subscribed:</b>				
Shares outstanding at the beginning of the year	2,39,27,500	4,78,55,000	2,39,27,500	4,78,55,000
Add: Issued During the year for cash	-	-	-	-
Add: Shares issued at ESOP trust	-	-	-	-
Shares outstanding at the end of the year	<b>2,39,27,500</b>	<b>4,78,55,000</b>	<b>2,39,27,500</b>	<b>4,78,55,000</b>
<b>c. Terms / rights attached to equity Shares</b>				
The company has one class of equity shares having a par value of Rs.2/- per share. Each shareholder is eligible for one vote per share held. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the company after distribution of all preferential amounts, in proportion to their shareholdings.				
<b>d. Shares reserved for issue underwriter options</b>				
<b>e. Detail of Rights Issues</b>				
<b>f. details of shares held by Holding/Ultimatley Holding Company</b>				
<b>g. Details of shares issued for consideration other than cash</b>				
<b>h. Shares in the company held by each shareholder holding more than 5 percent</b>				
	As at Mar 31, 2021		As at Mar 31, 2020	
<b>Name of the Shareholder</b>	No. of Shares held	% of Holding	No. of Shares held	% of Holding
P.Uday Bhaskar	33,13,500	13.85%	33,13,500	13.85%
K.Narasimha Raju	13,17,451	5.51%	13,17,451	5.51%
Sloka Holdings Pvt Ltd.,	25,56,100	10.68%	25,56,100	10.68%
B.V.S.Krishna Raju	26,32,560	11.00%	26,32,560	11.00%
K.Sandhya	25,05,000	10.47%	25,05,000	10.47%
Chaitanya Varma K	15,18,110	6.34%	15,18,110	6.34%
<b>i. Dividend Declaration Details</b>				
<b>Particulars</b>			As at Mar 31, 2021	As at Mar 31, 2020
Cash Dividend Declared for the Year 31 march 2019				
Dividend Distribution Tax on final Dividend				
Interim Dividend for the year ended on 31March 2020				
<b>Total</b>			-	-
Proposed Dividend on Equity Shares				
Final Dividend for the year ended 31 March 2020				
Distribution Tax on Proposed Dividend				
<b>Total</b>			-	-
<b>Note 13 Other equity</b>			As at Mar 31, 2021	As at Mar 31, 2020
<b>Capital Reserve - Forfeiture of shares:</b>				
Balance at the beginning of the year			88,22,500	88,22,500
Add: Addition During the Year			-	-
<b>Balance at the end of the year</b>			<b>88,22,500</b>	<b>88,22,500</b>
<b>General Reserve</b>				
Balance at the beginning of the year			85,525	85,525
Add: Addition During the Year			-	-
<b>Balance at the end of the year</b>			<b>85,525</b>	<b>85,525</b>
<b>Securities Premium:</b>				
Balance at the beginning of the year			41,80,000	41,80,000
Add: Securities Premium on shares issued during the year			-	-
<b>Balance at the end of the year</b>			<b>41,80,000</b>	<b>41,80,000</b>
<b>Retained earnings</b>				
Balance at the beginning of the year			(4,31,55,687)	1,90,20,043
Add: Addition During the Year			7,48,064	(6,21,75,730)
Less: TDS Written off			-	-
<b>Balance at the end of the year</b>			<b>(4,24,07,623)</b>	<b>(4,31,55,687)</b>
<b>Total other Equity</b>			<b>(2,93,19,598)</b>	<b>(3,00,67,662)</b>
<b>Note 13a) Other Reserves</b>			As at Mar 31, 2021	As at Mar 31, 2020
<b>Debentures Redemption Reserves:</b>				
Balance at the beginning of the year				
Add: Addition during the Year				
<b>Balance at the end of the year</b>			-	-
<b>Capital Redemption Reserves:</b>				
Balance at the beginning of the year				
Add: Addition during the Year				
<b>Balance at the end of the year</b>			-	-
<b>Investment Fluctuation Reserves:</b>				
Balance at the beginning of the year				
Add: Addition during the Year				
<b>Balance at the end of the year</b>			-	-
<b>Total Other Reserves</b>			-	-

**MUDUNURU LIMITED**  
**NOTES TO ACCOUNTS**

**Related Party Disclosures (Ind AS 24):**

28. Related Party disclosures required as per Accounting Standard (Ind AS-24) on “Related Party disclosures “issued by the Institute of Chartered Accountants of India, are as below:

a) **Names of related parties and the Description of Relationship:**

Sl. No	Name	Relationship
(i)	Subsidiaries	NIL
(ii)	<b>Key Management Personnel</b> Mani Santhosh Sanyasi Raju Jampana Uday Bhaskar Penumaji Kiran Thummalapalli Raghu Ratul Penumaji Rahul Raghunandan Chowdarapu	CFO Whole-time Director Director Director Director

29. **Consolidated and Separate Financial Statement (Ind AS 27):**

The company has no subsidiary companies for the current reporting period. Hence consolidate and separate financial statement are not applicable.

30. **Investments in Associates (Ind AS 28):**

The company has not made any investments in any of its associates during the reporting period. This accounting standard has no financial impact on the financial statements for the current reporting period.

31. **Interest in Joint Ventures (Ind AS 31)**

The company has no interest in any Joint ventures. This accounting standard has no financial impact on the financial statements for the current reporting period.

32. **Earnings Per Share (Ind AS 33):**

a) Basic Earnings Per Share for (continued operations) there are no discontinued operations hence, EPS is presented for continued operations only.

Particulars	March 31, 2021	March 31, 2020
Profit After Tax (Rs.)- (A)	7,48,064	(6,21,75,730)
Weighted Average No. of Shares (Basic)- (B)	2,39,27,500	2,39,27,500
EPS (Basic) = (A)/(B)	0.03	(2.60)

b). **Diluted earning per share** (continued operations) there are no discontinued operations hence, EPS is presented for continued operations only.

Particulars	March 31, 2021	March 31, 2020
Profit After Tax (Rs.)- (A)	7,48,064	(6,21,75,730)
Weighted Average No. of Shares (Diluted) -(B)	2,39,27,500	2,39,27,500
EPS (Diluted) = (A)/(B)	0.03	(2.60)

### 33. Derivative instruments and un-hedged foreign currency exposure:

- There are no outstanding derivative contracts as at March 31, 2021 and March 31, 2020.
- Particulars of Un-hedged foreign currency exposure is : Nil

### 34. Loan Funds:

#### Secured Loans

Particulars	2020-2021	2019-2020
<b>Bank of Baroda</b> The Loan of Rs.12,00,000 /- was sanctioned vide agreement number 27470600007595. The loan is repayable in 84 equal installments starting from 25/11/2019 with the interest of 18.53% The monthly installment amount is Rs.19,064/-.	10,28,043	11,18,233
<b>ICICI Bank</b> The Loan of Rs.6,00,000/- was sanctioned vide agreement number LAVPM00034712698 for purchase of car(Breza). The loan is repayable in 60 equal installments starting from 11 <sup>th</sup> Aug 2016 with the interest of 9.75%, The monthly installment amount is Rs12,676/-	58,088	1,97,080
<b>ICICI Bank</b> The Loan of Rs.6,67,000/- was sanctioned vide agreement number LAVPM00034396621 for purchase of car(Baleno). The loan is repayable in 60	27,785	1,85,452

<p>equal installments starting from 12<sup>th</sup> April 2016 with the interest of 9.65%, The monthly installment amount is Rs.14,060/-.</p> <p><b>ICICI Bank</b> The Loan of Rs.15,18,000/- was sanctioned vide agreement number LAVPM00041478995 for purchase of car. The loan is repayable in 28 equal installments starting from 03<sup>rd</sup> Feb 2020 with the interest of 13.50%, The monthly installment amount is Rs.69,946/-.</p> <p><b>ICICI Bank</b> The Loan of Rs.8,27,000/- was sanctioned vide agreement number LAVPM00041968572 for purchase of car(Amaze). The loan is repayable in 60 equal installments starting from 10/10/2020 with the interest of 9.61%, The monthly installment amount is Rs.17,478/-.</p> <p><b>SBI</b> The Loan of Rs.42,00,000/- was sanctioned against Covidh Loan. The loan is repayable in 36 equal installments starting from 13-7-2020 with the interest of 8.95%. The monthly installment amount is Rs.1,17,252/-.</p>	<p>9,38,378</p> <p>7,63,771</p> <p>42,24,533</p>	<p>14,63,993</p> <p>-</p> <p>-</p>
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**Working capital Loans:**

The Company has availed CC from State Bank of India against Hypothecation of Stocks & Receivables.

**35. Confirmation of Balances:**

Confirmation letters have been issued by the company to Trade Receivables, Trade Payables, Advances to suppliers and others advances requesting that the confirming party responds to the company only if the confirming party disagrees with the balances provided in the request and however the company has not received any letters on disagreements.

**36. Net Current Assets:**

S.no	Particulars	As at 31 <sup>st</sup> March 2021	As at 31 <sup>st</sup> March 2020
<b>A</b>	<b>Current Assets:</b>		
1	Inventories	1,440	15,01,440
2	Trade Receivables	84,51,239	2,20,44,796
3	Cash and Cash equivalent	8,91,102	1,28,344
4	Current Tax Asset (Net)	-	-
5	Other Current Asset	2,11,55,335	44,80,969
	<b>Total Current Assets</b>	<b>3,04,99,117</b>	<b>2,81,55,549</b>
<b>B</b>	<b>Current Liabilities:</b>		
1	Borrowings	1,27,77,175	2,13,47,971
2	Trade Payables	1,02,39,650	87,842
3	Other Current Liabilities	40,08,062	42,34,219
	<b>Total Current liabilities</b>	<b>2,70,24,888</b>	<b>2,56,70,032</b>
<b>C</b>	Current Assets-Current Liabilities	34,74,229	24,85,517

**37. Revenue from Operations:**

S.no	Particulars	As at 31 <sup>st</sup> March 2021	As at 31 <sup>st</sup> March 2020
1	Sale of goods:		
	Sale of Manufactured Products	4,09,28,320	4,12,89,094
	Stock In trade	-	-
	<b>Total</b>	<b>4,09,28,320</b>	<b>4,12,89,094</b>
2	Revenue from Sale of Service	-	-
3	Other Operating Revenues	-	-

**38. Revenue Reconciliation:**

S.no	Particulars	As at 31 <sup>st</sup> March 2021	As at 31 <sup>st</sup> March 2020
1	Sale of Products"		
	Domestic	4,09,28,320	4,12,89,094
	Exports	-	-
	<b>Gross Revenue</b>	<b>4,09,28,320</b>	<b>4,12,89,094</b>
	Less: Discount	-	-
	Less: Returns	-	-
	Less: price Concession	-	-

	Less Incentives and Performance bonus	-	-
	Less: Goods and service Tax	-	-
	Net Revenues recognized from contracts with customers	4,09,28,320	4,12,89,094

**39. Other Income:**

S.no	Particulars	As at 31 <sup>st</sup> March 2021	As at 31 <sup>st</sup> March 2020
1	Discounts Received	-	-
2	Interest Received from FD	-	-
3	Other Income	-	-

**40. Details of Loans given, Investments made and Guarantee given covered Under Section 186(4) of the Companies Act, 2013.**

The company has not extended any Corporate Guarantees in respect of loans availed by any company/firm as at March 31, 2021

**41. Auditors' Remuneration:**

Particulars	March 31, 2021	March 31, 2020
Fees towards*		
Statutory Audit	1,00,000	1,00,000

\*The fees is exclusive of GST

**42. Dues to Micro Small and Medium Enterprises:**

Disclosure required as per section 22 of the Micro, Small and Medium Enterprise Development Act, 2006 (MSMED Act.) as at 31.03.2021.

SL No	Description	March 31, 2021
1	Principal amount due to suppliers under MSMED	NIL
2	Interest accrued and due to suppliers covered under MSMED on the above amount, unpaid	NIL
3	Payment made to suppliers (with Interest) beyond the appointed day during the year.	NIL
4	Payment made to suppliers (other than interest) beyond the	NIL

	appointed day during the previous year	
5	Interest paid to suppliers covered under MSMED	NIL
6	Interest due & Payable to suppliers covered under MSMED Act., towards payments already made.	NIL

The information has been given in respect of such vendors to the extent they could be identified as micro and small enterprises on the basis of information available with company.

As per the information provided / submitted by the Company, there are no dues to Micro, Small and Medium Enterprises covered under ('MSMED' Act, 2006).

#### **43. Financial Risk Management**

In course of its business, the company is exposed to certain financial risk such as market risk (Including currency risk and other price risks), credit risk and liquidity risk that could have significant influence on the company's business and operational/financial performance. The Board of directors reviews and approves risk management framework and policies for managing these risks and monitor suitable mitigating actions taken by the management to minimize potential adverse effects and achieve greater predictability to earnings.

#### **44. Credit Risk**

Credit risk refers to the risk that counterparty will default on its contractual obligations resulting in financial loss to the company. The company has adopted a policy of only dealing with creditworthy counterparties and obtaining sufficient collateral, where appropriate, a means of mitigating the risk of financial loss from defaults.

The company makes an allowance for doubtful debts/advances using expected credit loss model.

#### **45. Liquidity risk**

Liquidity risk refers to the risk that the company cannot meet its financial obligations. The objective of liquidity risk management is to maintain sufficient liquidity and ensure that funds are available for use as pre requirements. The Company's exposure to liquidity risk is minimal as the promoters of the company is infusing the funds based on the requirements.



46. Amounts have been rounded off to nearest Rupee.

As per our report of even date  
For **V RAVI & CO.,**  
Chartered Accountants  
Firm Reg No.: 006492S

For and on behalf of the Board  
**Mudunuru Limited**

Sd/-  
D Ramesh Kumar  
Partner  
Membership No. 217139  
UDIN: 21217139AAAAFJ1517

Sd/-  
P Uday Bhaskar  
Director  
DIN: 02773570

Sd/-  
R C Rahul  
Director  
DIN: 05170211

Place: Hyderabad  
Date: 30/06/2021.