



Radical Bio - organics Limited

Factory : Survey . No. 36, 38, 41 & 43, Jakkepally (V),
Yalal (M), Vikarabad. Dist. Telangana - 501 144
www.rbolindia.com, info@rbolindia.com

**RADICAL BIO-ORGANICS LIMITED
15TH ANNUAL REPORT
2023-2024**



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RADICAL BIO-ORGANICS LIMITED

CIN: U74999TG2010PLC066652

Board of Directors

BUYANI SARALA	: Managing Director
BUYANI SRINIVAS REDDY	: Whole time Director
ARAVAPALLI VENU	: Whole time Director
SATISH KUMAR PALABATLA	: Director
RADHA KRISHNA KALVA	: Director
AMRADI NARSIMLU	: Director
MAHESH REDDY KOPPULA	: Director
PRAVEENA ARAVAPALLI	: Director
KRISHNA RAO VEERANENI	: Director
GUMMADI NAGAMALLESWARA RAO	: Director
SRINIVAS PALADI	: Additional Director

Key Managerial Personnel

BUYANI SRINIVASA REDDY	: Chief Executive Officer
ARAVAPALLI VENU	: Chief Financial Officer
Jitendra Kumar	: Company Secretary & Compliance Officer

Manufacturing facilities &

Registered Office: Survey No. 36,38,41&43, Jakkepally Village
Yalal Mandal, Vikarabad District -501144, Telangana State, India
Telephone Nos.: +91 040-23480429
E-mail: info.radicalbio@gmail.com
Website: -

Registrar and Transfer Agents: Karvy Computershare Private Limited

Karvy Selenium Tower B,
Plot No. 31 & 32, Gachibowli,
Financial District, Nanakramguda,
Hyderabad-500 032, Telangana State, India
Telephone Nos.: 1800-3454-001 (Toll Free)
E-mail: einward.ris@karvy.com

Statutory Auditors: M/s. Jaideep Gaddam & Associates,
Chartered Accountants,
Flat 101, Ramkuteer,
Jai Hind Enclave, Ayyappa Society,
Madhapur, Hyderabad-500081



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Secretarial Auditors: Mr. CS Venkatesh Challa
Company Secretary in Practice,
Hyderabad, Telangana State, India

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NOTICE OF THE ANNUAL GENERAL MEETING

NOTICE IS HEREBY GIVEN THAT THE FIFTEENTH ANNUAL GENERAL MEETING OF THE MEMBERS OF RADICAL BIO-ORGANICS LIMITED ("COMPANY") WILL BE HELD ON FRIDAY, THE 13TH SEPTEMBER 2024 AT 11:00 AM AT THE REGISTERED OFFICE OF THE COMPANY AT SURVEY NO.36,38,41 & 43 JAKKEPALLY VILLAGE, YALAL MANDAL, 501144, TELANGANA, INDIA TO TRANSACT THE FOLLOWING BUSINESS:

ORDINARY BUSINESS:

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

1. To receive, consider and adopt the audited Financial Statements of the Company for the financial year ended March 31, 2024 and the Reports of the Board of Directors and Auditors thereon.
2. To appoint a Director in place of Mrs. Sarala Buyyani, who retires by rotation and being eligible offers himself for re-appointment.
3. To appoint a Director in place of Mr. Mahesh Reddy Koppula, who retires by rotation and being eligible offers himself for re-appointment.

SPECIAL BUSINESS:

4. APPROVAL FOR MATERIAL RELATED PARTY TRANSACTIONS:

To consider and if thought fit to pass, with or without modifications, the following resolution as an Ordinary Resolution:

"RESOLVED THAT pursuant to the provisions of Section 188 of the Companies Act, 2013 ("Act") and other applicable provisions, if any, read with Rule 15 of the Companies (Meetings of Board and its Powers) Rules, 2014, as amended till date, and the Company's policy on Related Party transaction(s), approval of Shareholders be and is hereby accorded to the Board of Directors of the Company to enter into contract(s)/ arrangement(s)/ transaction(s) with Related Parties within the meaning of Section 2(76) of the Act, for the Related Party



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Transactions , on such terms and conditions as the Board of the Directors may deem fit, up to a maximum aggregate value of INR 150 Crores for the financial year 2024-25 provided that the

said contract(s)/ arrangement(s)/ transaction(s) so carried out shall be at arm's length basis and in the ordinary course of business of the Company.

RESOLVED FURTHER THAT that the Board of Directors be and is hereby authorised to delegate all or any of the powers conferred on it by or under this resolution to any Committee of Directors of the Company and to do all acts and take such steps as may be considered necessary or expedient to give effect to the aforesaid resolution.

5. RESIGNATION OF SRINIVAS PALADI (DIN: 03378692) AS ADDITIONAL DIRECTOR OF THE COMPANY.

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

"RESOLVED THAT the resignation of Mr. Sinivas Paladi (DIN: 03378692) from the directorship of the Company be and is hereby accepted with effect after completion of this Board Meeting.

FURTHER RESOLVED THAT the Board places on record its appreciation for the assistance and guidance provided by Mr. Gattu Suresh Kumar during his tenure as Director of the Company.

"RESOLVED FURTHER THAT for the purpose of giving effect to this resolution any Director of the company be and are hereby authorized to file the necessary forms, returns with the registrar of Companies, and do all such acts, deeds matters and things as deem necessary, proper or desirable and to sign and execute all necessary documents, application and returns for the purpose of giving effect to the aforesaid resolution along with filing of necessary E-forms with the Registrar of Companies, Telangana".



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6. ISSUE OF EQUITY SHARES ON PRIVATE PLACEMENT BASIS:

To consider and, if thought fit, to pass, with or without modification, the following Resolution as a Special Resolution:

“RESOLVED THAT in accordance with the provisions of Sections 23, 42 and other applicable provisions, if any, of the Companies Act, 2013 [“Act”] read with applicable Rules including Companies [Share Capital and Debentures] Rules, 2014 [“Rules”] framed there under, as may be amended from time to time and the Articles of Association of the Company and the regulations/guidelines, if any, prescribed by any relevant authorities from time to time, to the extent applicable, the consent of the members of the Company be and is hereby accorded to further invite/offer, issue and allot up to 30,00,000 [Thirty Lakhs Only] equity shares at the issue Price of Rs. 61.00/- (Rupees Sixty One Only) each for cash at par aggregating up to Rs. fully paid up aggregating to Rs. 6,34,40,000/- (Six Crore Thirty Four Lakhs Forty Thousand Rupees Only).

**By ORDER OF THE BOARD
RADICAL BIO-ORGANICS LIMITED**

Sd/-

**SARALA BUYYANI
MANAGING DIRECTOR
DIN: 07668359**

**Date: 31st July 2024
Place: Jakkepally**



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NOTES:

1. A member entitled to attend and vote at the meeting, is entitled to appoint a proxy to attend and vote instead of himself/herself and such proxy need not be a member of the company. The instrument appointing proxy should, however, be deposited at the registered office of the Company not less than forty-eight hours before the commencement of the meeting.
2. A person can act as a proxy on behalf of members not exceeding fifty and holding in the aggregate not more than ten percent of the total share capital of the Company carrying voting rights. A member holding more than ten percent of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder.
3. The relevant explanatory statement pursuant to Section 102 of Companies Act, 2013 relating to the special business to be transacted at the Meeting is attached hereto.
4. In case of Joint Holders attending the Meeting, the Member whose name appears as the first holder in the order of names as per Register of members will be entitled to vote.
5. Corporate members intending to send their authorised representatives are requested to send duly certified copy of the Board Resolution authorising their representatives to attend and vote on their behalf at the Annual General Meeting (AGM).
6. Members/proxies/Authorised Representative(s) are requested to bring their attendance slip duly filled in along with their copy of Annual Report to the meeting.
7. Members who hold shares in dematerialized form are requested to write their Client ID and DP ID numbers and those who hold shares in physical form are requested to write their Folio Number in the attendance slip for attending the Meeting.
8. The Register of Directors and Key Managerial Personnel and their shareholding maintained under Section 170 of the Companies Act 2013 will be available for inspection at the AGM.
9. The Register of Contracts or Arrangements in which the Directors are interested, maintained under Section 189 of the Companies Act 2013 will be available for inspection at the AGM.
10. Shareholders holding shares in physical form are requested to notify any change of their addresses timely to the Company's Registrar and Share Transfer Agent, Karvy Computershare



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Private Limited (Unit: Radical Bio Organics Limited), 448 For members holding shares in electronic form, intimation needs to be made to the respective Depository Participant and not to the Company or the Registrar.

11. Members seeking any information with regard to the financial statements are requested to write to the Company at least seven (7) days before the AGM so as to enable the management to keep the information ready at the AGM.
12. Members holding shares in physical form are requested to consider converting their holding to dematerialized form to eliminate all risks associated with physical shares and for ease in portfolio management. Members may contact the Company or the Registrar and Share Transfer Agent, Karvy Computershare Private Limited for assistance in this regard.
13. To support the 'Green Initiative', Members who have not registered their email ids so far are requested to register their email ids for receiving all communication(s) including Annual Report, Notices etc from the Company in electronic form.
14. Relevant documents referred to in the notice are open for inspection at the Registered Office of the Company on all working days, during business hours up to the date of the Meeting.
15. Members are requested to notify their change of address, if any to the Company immediately.

**By ORDER OF THE BOARD
RADICAL BIO-ORGANICS LIMITED**

**Sd/-
SARALA BUYYANI
MANAGING DIRECTOR
DIN: 07668359**

**Date: 31st July 2024
Place: Jakkepally**



ANNEXURE TO THE NOTICE

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

ITEM NO.4:

A resolution for related party transaction to the maximum aggregate value of INR 250 Crores for the financial year 2023-24 for all Related Parties was approved by the Members of the Company at the AGM held on September 25, 2023. The said approval has expired on March 31, 2024. To ensure that the Company continues to Related Party Transactions, approval of the Members is being sought, to enter into related party transaction(s) with the Related Parties for the maximum aggregate value of INR 150 Crores for Financial Year 2024-25.

ITEM NO.5:

It was noted that a notice as per the provisions of the Companies Act, 2013 has been received from Mr. Srinivas Paladi (DIN: 03378692) Additional Director of the Company conveying his resignation from the office of director w.e.f. 13th September 2024. The Board members discussed the same and approved the resolution.

ITEM NO.6:

To meet the financial requirements of the Company, the Board of Directors at their meeting held on 22nd August 2024 has approved to invite/offer, issue and allot up to 30,00,000 [Thirty Lakh Only] equity shares at the issue price of INR 61.00 /- [Indian Rupees Sixty One only] each for cash at par aggregating up to Rs. 6,34,40,000/- (Six Crore Thirty Four Lakhs Forty Thousand Rupees Only) each consisting of face value of INR 61.00/- [Indian Rupees Sixty One only] each to the investor as mentioned in the resolution.

Section 42 of the Act read with Rule 9 of the Companies [Share Capital and Debentures] Rules, 2014 ["Rules"] framed thereunder, inter alia, requires a company to obtain the prior approval of the shareholders, by way of a Special Resolution for issuance of equity shares through Private Placement offer.

Accordingly, the approval of the Members is being sought, by way of a Special Resolution, to offer and issue equity shares of face value INR 61.00 /- [Indian Rupees Sixty One only] each, in one or more tranche at the issue price of INR 61.00 /- [Indian Rupees Sixty One only] each.

By ORDER OF THE BOARD

RADICAL BIO-ORGANICS LIMITED

SD/-

SARALA BUYYANI

MANAGING DIRECTOR

DIN: 07668359

Date: 31st July 2024

Place: Jakkepally



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DIRECTORS REPORT

Dear Members,

Your Directors have pleasure in presenting their 15th Annual Report together with the Audited Statement of Accounts of your Company for the year ended 31st March 2024.

1. FINANCIAL RESULTS:

(Amount in Rs.)		
Particulars	2023-24	2022-23
Revenue from Operations (net)	2,72,23,98,107	2,62,59,08,072
Other Income	32,73,440	1,33,04,935
Total Income	2,72,56,71,547	2,63,92,13,007
Finance Cost	4,96,81,360	64,09,964
Depreciation and amortization expense	5,32,62,395	5,02,14,448
Other expenses	21,67,91,272	19,94,49,252
Total expenses	2,54,89,80,578	2,49,12,69,815
Profit / Loss before Exceptional Items and Tax	17,66,90,969	14,79,43,192
Exceptional Items	3,24,10,523	2,85,43,280
Profit before Tax	14,42,80,446	11,93,99,912
Less: tax expense		
a) Current tax	2,38,95,753	2,10,00,000
b) MAT Credit Entitlement	(2,38,95,753)	(1,99,30,233)
c) Deferred tax	(65,780)	7,71,431
Profit / Loss after Tax	14,43,46,226	11,75,58,714

2. FINANCIAL PERFORMANCE:

Your Company reported a top line growth of 1% over the previous year and has achieved a turnover of Rs. 2,72,23,98,107 in the current year against Rs.2,62,59,08,072 in the previous year, the increase in revenue is majorly attributed to the sales on account of Extra neutral alcohol and sale of its By-products (Impure Spirit, Distilled Dried Grains Soluble DDGS, CO₂, Liquid DWGS).

There has been a substantial increase in the other expenses which is because of increase in the Cost of Raw material, inventory and material lying at site, Depreciation cost increase due to the addition in Plant and Machinery and Utilisation of 100% Licensed Capacity.



The company continues to retain and reinforce its market leadership in the allocated segments in which it operates.

There are no material changes or commitments affecting the financial position of the company, which have occurred between the end of the financial year and the date of this report.

3. STATE OF AFFAIRS / HIGHLIGHTS:

1. The Company is engaged in the business of Manufacturing Chemical and chemical products, pharmaceuticals, medicinal chemical and botanical products.
2. There has been no change in the business of the Company during the financial year ended March 31, 2024.

4. WEB LINK OF ANNUAL RETURN, IF ANY:

There is no need to of publication of Annual Return.

5. SHARE CAPITAL:

The authorized capital of the Company as on March 31, 2024, was Rs. 57,00,00,000/- divided into 57,000,000 equity shares of Rs. 10/- each. The Issued, subscribed and paid-up capital of the company as on March 31, 2024, was Rs. 5,67,313,800/-, divided into 5,67,31,380 equity shares of Rs. 10/- each.

6. DIVIDEND:

Profit but not declared: The Board of Directors of your company, after considering holistically the relevant circumstances, has decided that it would be prudent, not to recommend any Dividend for the financial year under review.

7. TRANSFER TO RESERVES:

Your Directors Proposed to transfer the Profit of Rs 14,43,46,226/- to be carried to Reserve & Surplus.

8. INTERNAL CONTROL SYSTEMS:

Your Company has in place adequate systems of internal control commensurate with its size and the nature of its operations. They have been designed to provide reasonable assurance with regard to recording and providing reliable 15th Annual Report 2023-24 financial and operational information, complying with applicable statutes, safeguarding assets from



unauthorized use or losses, executing transactions with proper authorization and ensuring compliance of internal policies. The internal control system is supplemented by extensive internal audits, conducted by independent firm of chartered accountants.

9. HUMAN RESOURCES & INDUSTRIAL RELATIONS:

The Company believes that Human Resource is its most valuable resource which has to be nurtured well and equipped to meet the challenges in the Industry the Company operates. The staff is highly motivated with good work culture, training, remuneration packages and the values. The total number of people employed in the company as on March 31, 2024 is 118. Your Directors would like to record their appreciation of the efficient and loyal service rendered by the employees.

10. DECLARATION BY INDEPENDENT DIRECTOR(S):

The Company has received declaration from each independent director under Section 149(7) of the Companies Act, 2013.

11. MEETINGS OF BOARD OF DIRECTORS:

(Pursuant to section 134(3)(b) of Companies Act, 2013)

The Company had held 12(Twelve) Board meetings during the financial year under review.

S. No.	Date of Meeting	Total number of Directors as on the date of meeting	Attendance	
			Number of directors attended	% of attendance
1	17/04/2023	11	7	64%
2	20/04/2023	11	6	55%
3	02/05/2023	11	7	64%
4	11/05/2023	11	6	55%
5	12/05/2023	11	7	64%
6	28/06/2023	11	7	64%
7	31/08/2023	11	7	64%
8	31/10/2023	11	9	82%
9	15/11/2023	11	6	55%
10	08/02/2024	11	9	82%
11	27/02/2024	11	6	55%
12	21/03/2024	11	8	73%



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Attendance of Directors:

S. No	Name of the Director	Board Meetings		
		No of Meetings which were entitled to attend	No. of Meetings attended	% of attendance
1	Mr. Buyyani Srinivas Reddy	12	12	100%
2	Mr. Radha krishna kalva	12	5	42%
3	Mr. Mahesh Reddy Koppula	12	4	33%
4	Mr. Amradi Narsimlu	12	6	50%
5	Mr. Srinivas Paladi	12	12	100%
6	Mr. Aravapalli Venu	12	12	100%
7	Mr. Satish Kumar Palabatla	12	11	92
8	Mrs. Sarala Buyyani	12	12	100%
9	Mr. Krishna Rao Veeraneni	12	6	50%
10	Mr. Gummadi Nagamalleswara Rao	3	3	100%
11	Mrs. Aravapalli Praveena	12	12	100%

12. COMMITTEE MEETINGS:

S. No	Type of meeting	Date of Meeting	Board Meetings		
			Total Number of Members as on the date of the meeting	Number of members attended	% of attendance
1	Audit Committee	17/04/2023	3	3	100%
2	Audit Committee	28/06/2023	3	3	100%
3	Audit Committee	31/08/2023	3	3	100%
4	Audit Committee	08/02/2024	3	3	100%
5	Remuneration Committee	31/08/2023	3	3	100%
6	CSR Committee	31/08/2023	3	3	100%
7	CSR Committee	15/11/2023	3	3	100%



13. GENERAL MEETINGS:

Type of meeting	Date of meeting	Total Number of Members entitled to attend meeting	Attendance	
			Number of Members Attended	% of total Shareholding
Annual General Meeting	25/09/2023	317	48	57.65

14. DETAILS IN RESPECT OF FRAUD:

In the terms of provision of Section 134 (3)(ca) of the Companies Act 2013, during the year under review, The Auditor's Report doesn't contain any information in relation to fraud under sub section (12) of section 143.

15. BOARD'S COMMENT ON THE AUDITORS' REPORT:

The observations of the Statutory Auditors, when read together with the relevant notes to the accounts and accounting policies are self-explanatory and do not call for any further comment.

16. CHANGE IN DIRECTORSHIP:

(Pursuant to Section 134(3)(q) of the Companies Act, 2013)

At the Board Meeting held on 31st August 2023, Resignation Form filed for Mr. Krishna Ramakanth Vallabhaneni Venkata (DIN:08990190) due to death.

There has been no change in the constitution of the Board during the financial year under review i.e. the structure of the Board remains the same.

17. CORPORATE SOCIAL RESPONSIBILITY (CSR) COMMITTEE:

The Company had constituted a CSR Committee to decide upon and implement the CSR Policy of the Company.

As per the provision of Section 135 the Company was required to spend INR. 18,85,424.25/- (INR Lakhs Eighteen Lakh Eighty Five Thousand Four Hundred Twenty Four Rupees Twenty Five Paise Only) during the F.Y. 2023-24 and the same has spent on the areas mentioned under Schedule VII of Companies Act 2013.



The Brief Outline of CSR Policy and initiatives undertaken during the year has been annexed as 'Annexure - I' to the Directors' Report

18.DETAILS OF SUBSIDIARY, JOINT VENTURE OR ASSOCIATE COMPANIES:

As on March 31, 2024, Company doesn't have any Subsidiary & Joint Venture and Associate Companies at the end of the year.

19.DIRECTORS RESPONSIBILITY STATEMENT:

The Directors would like to inform the Members that the Audited Accounts for the financial year ended March 31, 2024, are in full conformity with the requirement of the Companies Act, 2013. The Financial Accounts are audited by the Statutory Auditors, M/s . Jaideep Gaddam& Associates, Hyderabad (Regn. No. 019149S). The Directors further confirm that: -

- a) In the preparation of the annual accounts for the year ended March 31, 2024, the applicable accounting standards read with requirements set out under Schedule III to the Act, have been followed and there are no material departures from the same.
- b) The Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2024 and of the profit of the Company for the year ended on that date.
- c) The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- d) The Directors have prepared the annual accounts on a 'going concern' basis.
- e) The Company being unlisted, sub clause (e) of section 134(3) of the Companies Act, 2013 pertaining to laying down internal financial controls is not applicable to the Company.
- 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.AUDITORS:

STATUTORY AUDITORS

As per the provisions of Section 139, 141 of the Companies Act, 2013 and rules made thereunder (hereinafter referred to as "The Act"), the Company at its Extra -Ordinary General Meeting held on 30th March, 2020 the members approved the appointment of M/s. Jaideep Gaddam& Associates, Hyderabad (Regn. No. 019149S) Chartered Accountants as



Statutory Auditor for a period of 5 years commencing from the conclusion of EGM till the conclusion of the 16th AGM to be held in the year 2024-25.

SECRETARIAL AUDIT:

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company has appointed Mr. Venkatesh Challa bearing M. No 51859 and C.P. No.19040, Company Secretaries in Practice, Hyderabad to conduct Secretarial Audit of the Company. Report of the Secretarial Audit in Form MR-3 for the financial year ended March 31, 2024 is enclosed as **Annexure - III** to the Report.

COST AUDITORS:

The Board of Directors has approved the appointment of M/S Sai Krishna & Associates, Cost Accountants (Registration No.001742) , as Cost Auditors for the financial year ending March 31, 2024.

In accordance with the provisions of Section 148 of the Act read with Companies (Audit & Auditors) Rules, 2014, Company is required to maintain cost records and accordingly, such accounts and records are maintained by the Company. Further, since the remuneration payable to the Cost Auditors is required to be ratified by the shareholders, the Board recommends the same for approval by members at the ensuing annual general meeting.

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

A. Conservation of Energy:

Conservation of energy is of utmost significance to the Company. Operations of the Company are not energy intensive. However, every effort is made to ensure optimum use of energy by using energy- efficient computers, processes and other office equipment. Constant efforts are made through regular/ preventive maintenance and upkeep of existing electrical equipment to minimize breakdowns and loss of energy.

The Company is continuously making efforts for induction of innovative technologies and techniques required for the business activities.

•Steps taken by company for utilizing alternate sources of energy: NIL

•Capital investment on energy conservation equipment's: NIL



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B. Foreign exchange earnings and outgo:

During the period under review, the details of foreign exchange earnings and outgo are as under:

Particulars	2023-24	2022-23
Earned during the year	NIL	NIL
Used during the year	NIL	NIL

C. Particulars of Employees:

None of the employees of the company draw remuneration in excess of the limits prescribed under the provision of Rule 5(2) of the companies (Appointment and Remuneration of Managerial Personnel), Rule 2014, during the Financial Year 2023-24.

22. PARTICULARS OF LOANS AND INVESTMENT:

The Company has not made any investments, given guarantees, or provided securities during the financial year under review. However, the company has given loan during the financial year. Therefore, company has complied with the provisions of Section 186 of the Companies Act, 2013 and details of the same has given in the notes 18 to the Financial Statements.

23. DEPOSITS:

The Company has not accepted any deposits as envisaged under the provision of the Companies Act, 1956 and corresponding provisions of Section 73 of Companies Act 2013 during the year under review.

24. INTERNAL FINANCIAL CONTROL

The Company has in place adequate internal financial controls with reference to financial statements. During the financial year, such controls were tested and no reportable material weakness in the design or operation was observed.



25. RISK MANAGEMENT:

Risk Management is the process of identification, assessment and prioritization of risks followed by coordinated efforts to minimize, monitor and mitigate/control the probability and/or impact of unfortunate events or to maximize the realization of opportunities. The Company has laid down a comprehensive Risk Assessment and Minimization Procedure which is reviewed by the Board from time to time.

These procedures are reviewed to ensure that executive management controls risk through means of a properly defined framework. The major risks have been identified by the Company and its mitigation process/measures have been formulated in the areas such as business, project execution, dg (data governance) event, financial, human, environment and statutory compliance.

26. PREVENTION OF SEXUAL HARASSMENT OF WOMEN AT WORKPLACE [“POSH”]:

Our Company has always believed in providing a safe and harassment free workplace for every individual working in the Company premises. Company always endeavors to create and provide an environment that is free from any discrimination and harassment.

The policy on prevention of sexual harassment at workplace aims at prevention of harassment of employees {whether permanent, temporary, ad-hoc, consultants, interns or contract workers irrespective of gender} and lays down the guidelines for identification, reporting and prevention of undesired behavior. The Company has duly constituted internal complaints committee as per the said Act.

During the financial year ended March 31, 2024, there were no complaints recorded pertaining to sexual harassment.

27. DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS, COURTS AND TRIBUNALS:

No significant and material order has been passed by the regulators, courts, tribunals impacting the going concern status and Company's operations in future.

28. CONTRACTS AND ARRANGEMENTS WITH RELATED PARTIES:

All related party transactions that were entered into during the financial year ended March 31, 2024, were on an arm's length basis and were in the ordinary course of business. Therefore, the provisions of Section 188 of the Companies Act, 2013 were not attracted.

There are materially significant related party transactions during the financial year under review made by the Company with Promoters, Directors, or other designated persons which



may have a potential conflict with the interest of the Company at large. Thus, disclosure in Form AOC-2 is Provided as an attachment to this report.

However, the disclosure of transactions with related parties for the financial year, as per Accounting Standard -18 Related Party Disclosures is given in Note no 31 to the Balance Sheet as on March 31, 2024.

29.MATERIAL CHANGES AND COMMITMENTS:

There have been no material changes and commitments, which affect the financial position of the company which have occurred between the end of the financial year to which the financial statements relate and the date of this Report.

30.MAINTENANCE OF COST RECORDS:

The company is maintaining the cost records and cost accounts pursuant to the Companies (Cost Records and Audit) rules, 2014 prescribed by the central government under section 148(1) of the companies act, 2013.

31.PROCEEDINGS PENDING UNDER THE INSOLVENCY AND BANKRUPTCY CODE,2016:

No application has been made or any proceeding is pending under the IBC, 2016. Hence this clause is not applicable.

32.VIGIL MECHANISM:

The establishment of vigil mechanism for their directors and employees to report their genuine concerns or grievances is not applicable to the company.

33.COMPLIANCE WITH SECRETARIAL STANDARD:

The Company has Complied with the applicable Secretarial Standards (as amended from time to time) on meetings of the Board of Directors issued by The Institute of Company Secretaries of India and approved by Central Government under section 118(10) of the Companies Act, 2013.

34.DIFFERENCE IN VALUATION:

The company has never made any one-time settlement against the loans obtained from Banks and Financial Institution during the financial year. Hence this clause is not applicable.



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35.ACKNOWLEDGEMENT:

Your directors place on the record their appreciation of the Contribution made by employees, consultants at all levels, who with their competence, diligence, solidarity, co-operation and support have enabled the Company to achieve the desired results.

The board of Directors gratefully acknowledge the assistance and co-operation received from the Central and State Governments Departments, Shareholders and Stakeholders.

By ORDER OF THE BOARD
RADICAL BIO-ORGANICS LIMITED

Date: 31st July 2024
Place: Jakkepally

SD/-
SARALA BUYYANI
MANAGING DIRECTOR
DIN: 07668359



MANAGEMENT DISCUSSION AND ANALYSIS REPORT

EXTRA NEUTRAL ACCOHOOL:

Several grades of alcohols are available in the market. These include fuel grade and industrial grade. Extra neutral alcohol (ENA) is a food grade alcohol, which is highly distilled and contains nearly 96% of alcohol by volume. This alcohol is used to manufacture potable alcoholic beverages such as vodka, gin, and rum. Extra neutral alcohol (ENA) is produced by fermenting sugarcane molasses or grains using yeast and distilled multiple times to produce a colorless and odorless alcohol. Rising demand for alcoholic beverages across the globe is fuelling the demand for extra neutral alcohol (ENA) globally. Alcohol consumption is becoming more and more prevalent due to higher disposable incomes, changing attitude of people towards drinking and drinking becoming more socially acceptable.

EXTRA NEUTRAL ALCOHOL MARKET: KEY SEGMENTS:

Based on raw material used, the extra neutral alcohol (ENA) market can be bifurcated into grain-based and sugarcane-based. In terms application, the extra neutral alcohol (ENA) market can be divided into potable alcohol, flavors & fragrances, pharmaceuticals, cosmetics, and others. The potable alcohol segment dominates the global extra neutral alcohol (ENA) market. A major share of the extra neutral alcohol produced goes into the making of alcoholic beverages and potable alcohol. Extra neutral alcohol (ENA) is used as a carrier in a wide range of medicines in the pharmaceutical industry. It is also used to manufacture disinfectants, sprays, and syrups. Additionally, it is used as a solvent in paints and printing industries.

The report offers a comprehensive evaluation of the market. It does so via in-depth qualitative insights, historical data, and verifiable projections about market size. The projections featured in the report have been derived using proven research methodologies and assumptions. By doing so, the research report serves as a repository of analysis and information for every facet of the market, including but not limited to: Regional markets, technology, types, and applications.

The study is a source of reliable data on:

Market segments and sub-segments

Market trends and dynamics

Supply and demand

Market size

Current trends/opportunities/challenges

Competitive landscape

Technological breakthroughs



Value chain and stakeholder analysis

HIGHLIGHTS OF THE REPORT:

A complete backdrop analysis, which includes an assessment of the parent market

Important changes in market dynamics

Market segmentation up to the second or third level

Historical, current, and projected size of the market from the standpoint of both value and volume

Reporting and evaluation of recent industry developments

Market shares and strategies of key players

Emerging niche segments and regional markets

An objective assessment of the trajectory of the market

Recommendations to companies for strengthening their foothold in the market

Note: Although care has been taken to maintain the highest levels of accuracy in TMR's reports, recent market/vendor-specific changes may take time to reflect in the analysis.

OPPORTUNITIES:

Extra Neutral Alcohol (ENA) Market in India: Industry Trends, Share, Size, Growth, Opportunity and Forecast 2023-2028:

India Extra Neutral Alcohol (ENA) Market: By Raw Material: Grain Based, Sugarcane Based, Others; By End Use: Alcoholic Beverages, Flavours and Fragrances, Pharmaceuticals, Cosmetics, Others; Regional Analysis; Historical Market and Forecast (2018-2028); Market Dynamics; Competitive Landscape; Industry Events and Developments.

The India extra neutral alcohol (ENA) market reached a volume of around 3.45 billion litre in 2022, driven by its wide range of applications in end use industries and rising demand in the manufacturing of potable alcohol. The market is further expected to grow at a CAGR of 5% in the forecast period of 2023-2028.

In 2022, the India extra neutral alcohol (ENA) market attained a volume of nearly 3.45 billion litre.

Extra neutral alcohol, or ENA, is a colourless, impurity-free food-grade alcohol. It has a neutral odour and flavour and usually contains 96 percent alcohol by volume (ABV). ENA comes from a variety of sources, including sugar cane molasses, grains, and so on. It is used to make alcoholic drinks like bourbon, vodka, gin, cane, liqueurs, and alcoholic fruit cocktails and



aperitifs. Apart from that, it is used in the production of a variety of cosmetics and personal care items, including lipstick, toiletries, cologne, hair gel, and others.

This report provides a deep insight into the Indian ENA industry covering all its essential aspects. It is a must-read for entrepreneurs, investors, researchers, consultants, business strategists, and all those who have any kind of stake or are planning to foray into the Indian Extra Neutral Alcohol (ENA) industry in any manner.

Key Aspects Analysed:

- Trends and dynamics in the ENA market.
- State wise production and consumption of ENA.
- Market break up by end-use.
- Key drivers/restraints and their impact on the current and future market scenario.
- Examination of the competitive landscape.

ENA Applications Covered in This Report:

- Potable Alcohol
- Flavours and Fragrances
- Pharmaceuticals
- Household

Major Regions Covered in This Report:

- All States of India

Focus of the Analysis:

- Overview
- Historical and current market scenario
- Market trends

OPPORTUNITIES AND THREATS

Radical Bio-Organics Ltd is exposed to the industry-wide risk of fluctuations in grain prices. The Ministry of Agriculture announces minimum support price (MSP) for grains every year. Any increase in grain prices would have a greater impact on the company due to limited flexibility in passing on price increases.

THE "INDIA ETHANOL MARKET ANALYSIS: PLANT CAPACITY, PRODUCTION, OPERATING EFFICIENCY, TECHNOLOGY, PROCESS, DEMAND & SUPPLY, GRADE, SOURCE, PURITY, END



USE, DISTRIBUTION CHANNEL, REGION, COMPETITION, TRADE, CUSTOMER & PRICE INTELLIGENCE MARKET ANALYSIS, 2015-2030":

India Ethanol market demand stood at 3250 Million Litres in FY2021 and is forecast to reach 5412.06 Million Litres by FY2030, growing at a healthy CAGR of 8.25% until FY2030.

The Indian Ethanol (also called Ethyl Alcohol) market is projected to expand aggressively in the forecast period on the back of increased Ethanol consumption in fuel additives and beverages. Moreover, heavy investments made by the Government of India towards converting excess sugar to Ethanol, further strengthened by the government's vision to create an Ethanol Economy will accelerate the Ethanol demand in the forecast period.

With the start of National Biofuel Policy 2018, which has put forth an Ethanol blending target of 10% by 2022 and 20% by 2030 from the current rate of 2-3%, Ethanol demand is set to grow by leaps and bounds in the period of forecast. Over the past five years, the Indian government has been encouraging Ethanol capacity expansion to cut its dependency on imported crude oil and channelize the excess sugar inventories into Ethanol production. These factors will further propel the growth of the Ethanol market in India.

Ethanol is also a prominent alcoholic beverage, mainly found in beer, cider, wine, and spirits. Hence factors such as changing lifestyle along with growing adoption of the western culture are likely to drive the demand for Ethanol in the country. The increasing production of wine and other alcoholic beverages would further contribute to the growth of the Ethyl alcohol market during the forecast period.

HUMAN RESOURCES

During the year, the strength of human resource engaged by the Company is around 130 as compared to previous year. Industrial relations have been cordial during the year under report.

(Cautionary Statement: Statements in this Report, which seeks to describe the Company's objectives, projections, estimates, expectations or predictions may be considered to be 'forward looking statements' and are stated as required by applicable laws and regulations. Actual results could differ from those expressed or implied. Several factors including global and domestic demand-supply conditions, prices, raw-materials availability, technological changes in government regulations and policies, tax laws and other statutes may affect the actual results, which can be different from what the Directors envisage in terms of future performance and outlook.)

By ORDER OF THE BOARD
RADICAL BIO-ORGANICS LIMITED

SD/-
SARALA BUYYANI
MANAGING DIRECTOR
DIN: 07668359

Date: 31st July 2024
Place: Jakkepally



Annexure-I

ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY ("CSR") ACTIVITIES

1. Brief outline on CSR
2. Policy of the Company:

The CSR Policy of the Company inter alia includes CSR activities to be undertaken by the Company in line with Schedule VII of the Companies Act, 2013 ("the Act") read with the Rules made thereunder.

3. Composition of Corporate Social Responsibility & Governance (CSR&G) Committee:

S. No	Name of the Director	Designation	No. of Meetings of CSR Committee held during the year	No. of Meetings of CSR Committee attended during the year
1.	Mr. Srinivas Paladi	Non-Executive Independent Director	2	2
2.	Mrs. Buyyani Sarala	Executive Managing Director	2	2
3.	Mr. Aravapalli Venu	Executive Whole time Director	2	2

4. Average net profit of the Company as per section 135(5): 9,42,71,212.33
5. (a) Two percent of average net profit of the Company as per section 135(5): 18,85,424.25
(b) Surplus arising out of the CSR projects or programmes or activities of the previous Financial Years: NIL
(c) Amount required to be set off for the Financial Year, if any: NIL
(d) Total CSR obligation for the Financial Year (4a+4b-4c): 19,17,550.00



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(a) CSR amount spent or unspent for the financial year:

Total Amount Spent for the Financial Year. (in Rs.)	Amount Unspent (in Rs.)				
	Total Amount transferred to Unspent CSR Account as per section 135(6).		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5).		
	Amount.	Date of transfer.	Name of the Fund	Amount.	Date of transfer.
19,17,550	Nil	-	-	Nil	-

(b) Details of CSR amount spent against ongoing projects for the financial year:

(1)	(2)	(3)	(4)	(5)	(6)	(7)		(8)		(8)	
Sl. No.	Name of the Project.	Item from the list of activities in Schedule VII to the Act.	Local area (Yes/No).	Location of the project.	Amount spent for the project (in Rs.).	Mode of Implementation - Direct (Yes/No).		Date of Transfer		Mode of Implementation - Through Implementing Agency	
				State.	District.					Name	CSR Registration number.
1	SRINIVAS MADDUR SAND	Rural development projects	Yes	Telangana	3,70,100.00	Yes		01/04/2023		NIL	NIL
2	ABDUL SATTAR SAND	Rural development projects	Yes	Telangana	1,67,000.00	Yes		05/04/2023		NIL	NIL
3	MD ABED	Rural development projects	Yes	Telangana	32,200.00	Yes		10/04/2023		NIL	NIL
4	PLANTATION	Ensuring environmental sustainability	Yes	Telangana	4,75,000.00	Yes		07/07/2023		NIL	NIL



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5	PLANTATION	Ensuring environmental sustainability	Yes	Telangana	98,250.00	Yes	31/07/2023	NIL	NIL
6	SCHOOL	Promoting education, including special education	Yes	Telangana	1,50,000.00	Yes	06/10/2023	NIL	NIL
7	JAIPUR LEGS	promoting health care including preventive health	Yes	Telangana	3,00,000.00	Yes	29/02/2024	NIL	NIL
8	PLANTATION	Ensuring environmental sustainability	Yes	Telangana	50,000.00	Yes	26/03/2024	NIL	NIL
9	VISHNUVARDAN REDDY TRACTOR	Rural development projects	Yes	Telangana	1,50,000.00	Yes	26/03/2024	NIL	NIL
10	HITACHI HIRE CHARGES	Rural development projects	Yes	Telangana	1,25,000.00	Yes		NIL	NIL
	Total				19,17,550.00				

By ORDER OF THE BOARD
RADICAL BIO-ORGANICS LIMITED

SD/-
SARALA BUYYANI
MANAGING DIRECTOR
DIN: 07668359

Date: 31st July 2024
Place: Jakkepally

Annexure II



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Form No. MGT-11

Proxy form

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

CIN: U74999TG2010PLC066652

Name of the company: **RADICAL BIO-ORGANICS LIMITED**

Name of the member (s):

Registered address: E-mail Id:

Folio No/ Client Id:

I/We, being the member (s) of shares of the above named company, hereby appoint

1. Name: E-mail Id: Address:
..... Signature:

or failing him

2. Name: E-mail Id: Address:
..... Signature:

or failing him

3. Name: E-mail Id: Address:
..... Signature:

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the Annual General Meeting of the Company, to be held on the 13th September 2024 at 11.00 AM at registered office of the company Survey No.36,38,41 & 43 Jakkepally Village, Yalal Mandal, Telangana – 501144, India at 11: 00 A.M. (IST). and at any adjournment thereof, in respect of resolutions set out in the Notice convening the meeting.

Signed this ____ day of September, 2024

Signature of shareholder

Signature of Proxy holder(s)

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

.....



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Annexure III

ATTENDANCE SLIP

Shareholders attending the Meeting in person or by Proxy are requested to complete the attendance slip and hand it over at the entrance of the meeting hall.

I hereby record my presence at the FOURTEENTH ANNUAL GENERAL MEETING of the Company **SURVEY NO. 36, 38, 41 & 43 JAKKEPALLY VILLAGE, YALAL MANDAL, 501144, TELANGANA, INDIA** to transact the following business, at 11.00 a.m. on 13th September, 2024.

.....
Full name of Shareholder
(in block Letters)

Signature

Folio No:
No. of Shares held:

.....
Full name of Proxy
(in block Letters)

Signature

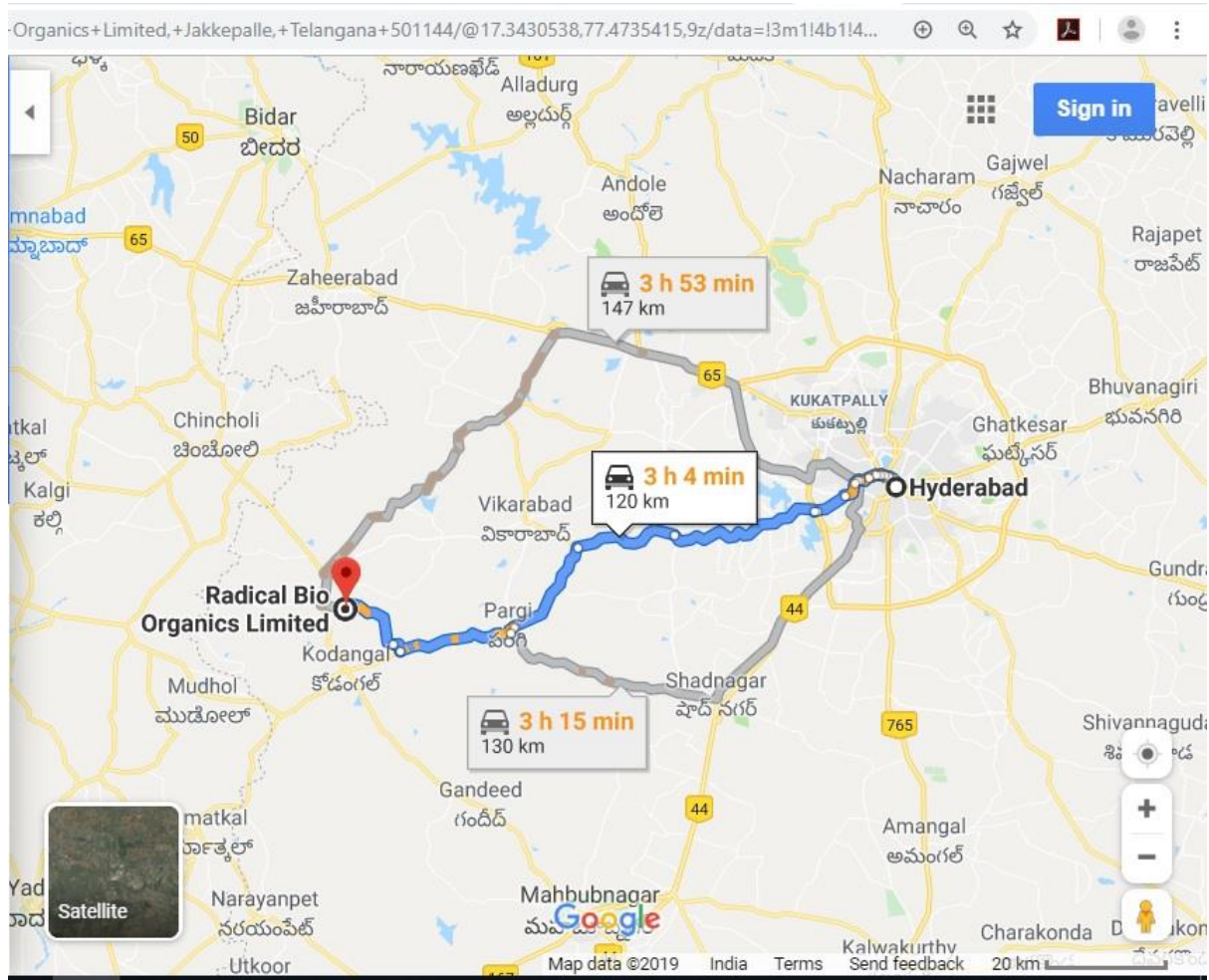
NOTE: Shareholder/Proxyholder desiring to attend the meeting should bring his copy of the Annual Report for reference at the meeting.



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Route Map to Jakkepally Village from Hyderabad





Annexure IV

Form No. MR-3

SECRETARIAL AUDIT REPORT

For The Financial Year Ended 31st March, 2024

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

To
The Members,
Radical Bio-Organics Limited,
Survey No.36,38,41 & 43 Jakkepally Village,
Yalal Mandal – 501144, Telangana, India

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by M/s. Radical Bio-Organics Limited (hereinafter called the company). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts / statutory compliances and expressing my opinion thereon.

Based on our verification of M/s. Radical Bio- Organics Limited's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of Secretarial audit, we hereby report that in our opinion, the company has, during the audit period covering the financial year ended on 31st March, 2024 ("Audit Period") complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by M/s. Radical Bio- Organics Limited ("the Company") for the financial year ended on 31st March, 2024 according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made there under
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;



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- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings (Not applicable to the Company during the Audit Period);
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):- (Not applicable to the Company during the Audit Period)
 - a. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011; (Not applicable to the Company during the Audit Period);
 - b. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015; (Not applicable to the Company during the Audit Period);
 - c. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009 and amendments from time to time (Not applicable to the Company during the Audit Period);
 - d. The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 (Not applicable to the Company during the Audit Period);
 - e. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 (Not applicable to the Company during the Audit Period);
 - f. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
 - g. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 (Not applicable to the Company during the Audit Period); and
 - h. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998 (Not applicable to the Company during the Audit Period);
 - i. The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

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

- i) Secretarial Standards issued by the Institute of Company Secretaries of India and approved by Government of India on Meetings of the Board of Directors and General Meetings.



Radical Bio - organics Limited

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During the period under review, the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above subject to the following *non-compliance*.

We further report that:

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non- Executive Directors and Independent Directors. The 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.

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

Decisions at the Board Meetings, as represented by the management, were taken unanimously.

We further report that, as per the explanations given to us and the representations made by the Management and relied upon by us, 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.

We further report that, during the audit period, there were some specific events / actions in pursuance of the above referred laws, rules, regulations, guidelines etc. having major bearing on the Company's affairs.

-Sd-

CS Venkatesh Challa
Company Secretary in Practice

M. No. 51958
C. P. No. 19040

UDIN: A051958F001005922

Place: Hyderabad

Date: 31st July 2024

Note:

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



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Annexure A

To
The Members,
Radical Bio-Organics Limited,
Survey No.36,38,41 & 43 Jakkepally Village,
Yalal Mandal – 501144, Telangana, India

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

1. Maintenance of secretarial records is the responsibility of the management of the company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and books of accounts of the Company.
4. Wherever required, we have obtained the management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit Report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

-Sd-
CS Venkatesh Challa
Company Secretary in Practice
M.No. 51958
C.P.No. 19040

Place: Hyderabad

Date: 31st July 2024



Radical Bio - organics Limited

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Form No. MGT-8

[Pursuant to section 92(2) of the Companies Act, 2013 and rule 11(2) of Companies
(Management and Administration) Rules, 2014]

CERTIFICATE BY A COMPANY SECRETARY IN PRACTICE

I have examined the registers, records and books and papers of RADICAL BIO-ORGANICS LIMITED (the Company) as required to be maintained under the Companies Act, 2013 (the Act) and the rules made thereunder for the financial year ended on 31st March 2024. In my opinion and to the best of my information and according to the examinations carried out by me and explanations furnished to me by the company, its officers and agents, I certify that:

- A. The Annual Return states the facts as at the close of the aforesaid financial year correctly and adequately.
- B. During the aforesaid financial year, the Company has complied with provisions of the Act & Rules made there under in respect of:
 1. Its status under the Act;
 2. Maintenance of registers/records & making entries therein within the time prescribed therefor;
 3. Filing of forms and returns as stated in the annual return, with the Registrar of Companies, Regional Director, Central Government, the Tribunal, Court or other authorities within/beyond the prescribed time;
 4. Calling/ convening/ holding meetings of Board of Directors or its committees, if any, and the meetings of the members of the company on due dates as stated in the annual return in respect of which meetings, proper notices were given and the proceedings including the circular resolutions and resolutions passed by postal ballot, if any, have been properly recorded in the Minute Book/registers maintained for the purpose and the same have been signed;
 5. Closure of Register of Members / Security holders, as the case may be.
 6. Advances/loans to its directors and/or persons or firms or companies referred in section 185 of the Act;
 7. Contracts/arrangements with related parties as specified in section 188 of the Act;



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8. Issue or allotment or transfer or transmission or buy back of securities/ redemption of preference shares or debentures/ alteration or reduction of share capital/ conversion of shares/ securities and issue of security certificates in all instances;
9. Keeping in abeyance the rights to dividend, rights shares and bonus shares pending registration of transfer of shares in compliance with the provisions of the Act. - Not Applicable.
10. Declaration/ payment of dividend; transfer of unpaid/ unclaimed dividend/other amounts as applicable to the Investor Education and Protection Fund in accordance with section 125 of the Act; - Not applicable
11. Signing of audited financial statement as per the provisions of section 134 of the Act and report of directors is as per sub - sections (3), (4) and (5) thereof;
12. Constitution, appointment, re-appointments, retirement, filling up casual vacancies, disclosures of the Directors;
 - a) Director in place of Mr. Srinivas Reddy Buyyani, Director, who retires by rotation and being eligible offers himself for re-appointment at the Annual General meeting held on 25th September 2023.
 - b) Director in place of Mr. Aravapalli Venu, Director, who retires by rotation and being eligible offers himself for re-appointment at the Annual General meeting held on 25th September 2023.
13. Appointment/ reappointment/ filling up casual vacancies of auditors as per the provisions of section 139 of the Act;
14. Approvals required to be taken from the Central Government, Tribunal, Regional Director, R
- 15.
16. registrar, Court or such other authorities under the various provisions of the Act;
17. Acceptance/ renewal/ repayment of deposits; - Not applicable
18. Borrowings from its directors, members, public financial institutions, banks and others and creation/ modification/ satisfaction of charges in that respect, wherever applicable;
19. Loans and investments or guarantee given or providing of securities to other bodies corporate or persons falling under the provisions of section 186 of the Act;



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However, the Company has granted loan to the party covered under registered maintained under Section 189 of the Act. In our opinion and according to the information and explanation given to us, terms and conditions of such loans are not prima facie prejudicial to the interest of the Company

20. Alteration of the provisions of the Memorandum and/ or Articles of Association of the Company;

Place: Hyderabad

Date: 31st July 2024

UDIN: A051958F001005900

SD/-

Name: Venkatesh Challa

C.P. No: 19040



Annexure V

AUDITOR'S QUALIFICATION AND MANAGEMENT CLARIFICATION/ REPLY:

The Report given by the Auditors on the financial statement of the company is part of this Report.

There were no qualifications, reservations or adverse remarks made by the Auditors in their report for the financial year ended 31st March, 2024.

Pursuant to provisions of section 143(12) of the Companies Act, 2013, the Statutory Auditors have not reported any incident of fraud to the Audit, Risk and Compliance Committee during the year under review.



Radical Bio - organics Limited

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FORM NO. AOC -2

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

Form for Disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub section (1) of section 188 of the Companies Act, 2013 including certain arm's length transaction under third proviso thereto.

- Details of contracts or arrangements or transactions not at Arm's length basis:**
Radical Bio Organics Limited has not entered into any contract or arrangement or transaction with its related parties which is not at arm's length during financial year 2023-24.
- Details of contracts or arrangements or transactions at Arm's length basis:**

Name of the Related Party	Nature of relationship	Duration of Contract	Amount (Rs)	Salient terms	Advance, if any INR
Nature of Contract/arrangement/Transaction					
Sale of Goods					
Praveen Traders	Relatives of Directors	2023-24	16,87,66,251	NA	
Director Remuneration					--
Srinivas Reddy Buyyani	Director	2023-24	60,00,000	NA	
Venu Aravapalli			60,00,000	NA	
Mahesh Reddy Koppula			6,00,000	NA	
Narsimhulu Amradi			6,00,000	NA	
Palabatla Satish Kumar			6,00,000	NA	
Radha Krishna Kalva			6,00,000	NA	
Srinivas Paladi			6,00,000	NA	



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A Praveena		2023-24	6,00,000	NA	
Services Received				NA	--
B. Brijesh Reddy	Relative of Directors	2023-24	24,00,000	NA	

**By ORDER OF THE BOARD
RADICAL BIO-ORGANICS LIMITED**

**SD/-
SARALA BUYYANI
MANAGING DIRECTOR
DIN: 07668359**

**Date: 31st July 2024
Place: Jakkepally**



Annexure – VI

AUDIT COMMITTEE

- I. The composition of the Audit Committee is in compliance with the Companies Act, 2013.
- II. The terms of reference of the audit committee are broadly as under.

Oversight of the company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible. Recommend the appointment, remuneration and terms of appointment of auditors of the company Approval of payment to statutory auditors for any other services rendered by the statutory Auditors. Reviewing, with the management, the annual financial statements and auditors report thereon before submission to the Board for approval with particular reference to:

- Matters required being included in the director's responsibility statement to be included in the board's report in terms of clause (c) of sub section 3 of section 134 of the Act. Changes, if any, in accounting policies and practices and reasons for the same.
- Major accounting entries involving estimates based on the exercise of judgment by management.
- Significant adjustments made in financial statements arising out of Audit Findings.
- Disclosure of any related party transactions.
- Qualifications in the draft audit report.

Reviewing, with the management, the financial statements before submission to the Board for approval. Reviewing, with the management, the statement of uses / application of funds raised through an issue (public issue, rights issue, preferential issue, etc) the statement of funds utilized for purpose other than those stated in the offer document / prospectus / notice and the report submitted by the monitoring agency monitoring the utilization of proceeds of a public or rights issue, and making appropriate recommendations to the board to take up the steps in this matter.

Review and monitor the Auditors independence and performance, and effectiveness of Audit process. Approval of any subsequent modification of transactions of the company with related parties. Scrutiny of inter corporate loans and investments. Valuation of undertaking or assets of the company, wherever it is necessary. Evaluation of internal financial controls and risk management system. Reviewing with the management performance of statutory Auditors,



adequacy of the internal control systems. Reviewing the adequacy of internal audit functions, if

any, including the structure of internal audit department, 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 there on. Reviewing the findings of any internal investigations by auditors into matters where there is suspected fraud or irregularity or failure of internal control systems of a material nature and reporting to the matter to the Board. Discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post audit discussion to ascertain any area of concern. To look into the reasons for substantial defaults in the payment to Depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors. Establish a vigil mechanism for directors and employees to report genuine concerns in such manner as may be prescribed. Approval of appointments of CFO. The Audit committee may call for the comments of the Auditors about internal control system, the scope of audit, including the observations of the Auditors and Review of financial statement before their submission to the Board and may also discuss any related issues with the internal and statutory auditors and the management of the company. Carrying out any other function as is mentioned in the terms of reference of the audit committee. Oversee financial reporting controls and process for material subsidiaries. Oversee compliance with legal and regulatory requirements including the code of conduct for the company and its associated companies. To mandatorily review following information:

- Management discussion and analysis of the financial condition and results of operations
 - Statement of significant related party transactions, (as defined by Audit Committee) submitted by the management.
 - Management letters / letter of internal control weaknesses issued by statutory auditors
 - Audit reports relating to internal control weaknesses; and
 - The appointment, removal and terms of remuneration of Chief internal Auditor.
- III. The Audit Committee invites executive, as it considers appropriate (particularly the head of finance function), representatives of the statutory auditors to be present at its meetings.



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- IV. The Audit Committee comprises of 2 (Two) Independent Directors and 1 (One) Executive Director as end of the reporting period. The Audit Committee met 4(Four) times during the year under review on April 17, 2023, June 28, 2023, August 31, 2023 and February 08, 2024.

The Composition of Audit Committee and the details of meeting attended are given below:

Sr. No.	Name	Position held in the Committee	Number of meetings attended
1.	Venu Aravapalli	Chairman	4
2.	Krishna Rao Veeraneni	Director	4
3.	VVK Ramakanth	Director	2
4.	Gummadi Nagamalleswararao	Director	2

The Company has reconstituted the Audit Committee with the following Directors as the members of Nomination and Remuneration Committee w.e.f. 31-08-2023.

Venu Aravapalli - Chairman
Krishna Rao Veeraneni (Independent Director) - Director
Gummadi Nagamalleswararao (Independent Director) - Director

During these meetings, the Committee inter alia, reviewed the financial statements including changes in accounting policies and practices before submitting to the Board, recommended the appointment of statutory auditors including fixation of audit fee, and reviewed the company's financial and risk management policies.

Your Company has a vigil mechanism to deal with instances of fraud and mismanagement, if any. The Whistle Blower Policy enables reporting of unethical behavior, actual or suspected fraud or violation of the Company's code of conduct or ethics policy, to the management. The vigil mechanism also ensures strict confidentiality is maintained and provided adequate safeguards against victimization of employees who avail of the mechanism and also provided for direct access to the Chairman of the Audit committee in exceptional cases.

Nomination and remuneration committee:



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The terms of reference stipulated by the board of directors to the nomination and Remuneration committee under sub-section (1) of Section 178 of companies Act, 2103, are as follows:

Formulate the criteria for determining qualifications, positive attributes and independence of a director and recommend to the Board a policy, relating to the appointment and remuneration of the directors, key managerial personnel and other employees. Formulation of criteria for evaluation of independent Director and the Board. Devising a policy on Board diversity Identify 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 their appointment and removal. The company shall disclose the remuneration policy and the evaluation criteria its Annual report.

The Nomination and Remuneration Committee comprises of 2 (Two) Independent Directors and 1 (One) Executive Director as on end of the reporting period. The Nomination and Remuneration committee 1(One) time on August 31, 2024.

The Composition of Nomination and remuneration committee is given below.

Sr. No.	Name	Position held in the Committee	Number of meetings attended
1.	Venu Aravapalli	Chairman	1
2.	Krishna Rao Veeraneni	Director	1
3.	Gummadi Nagamalleswararao	Director	1

The Company has reconstituted the Audit Committee with the following Directors as the members of Nomination and Remuneration Committee w.e.f. 31-08-2023.

Venu Aravapalli	- Chairman
Krishna Rao Veeraneni (Independent Director)	- Director
Gummadi Nagamalleswararao (Independent Director)	- Director

Performance Evaluation

During the year, the Board adopted a formal mechanism for evaluation its performance and as well as that of its committees and individual directors, including the chairman of the Board. Separate exercise was carried out to evaluate the performance of individual director including the Board, chairman who were evaluated on parameters such as attendance, contribution at the meeting and other wise. The guidelines for evaluation of Board and committee are available at the registered of the company.



Remuneration policy

The nomination and remuneration policy of your company is a comprehensive policy which is competitive, in line with the industry practices and reward good performance of employee of the company. The policy is available at the registered office of the company.

The objectives and Board framework of the remuneration policy is to consider and determine the remuneration based on the fundamental principles of payment for performance, for potential, and for growth and to provide to Key Managerial personnel and Senior Management reward linked directly to their effort, performance, dedication and achievement relating to the company operations.

Your company endeavors to attract, retain, develop and motivate a high-performance workforce. Your company follows a compensation mix of fixed and variable pay. Individual performance pay is determined by the business performance and the performance of the individuals measured through the annual appraisal process.

The remuneration policy of the company for managerial personnel is primarily based on the performance of the company, performance and potential of individuals, and External competitive environment.

**By ORDER OF THE BOARD
RADICAL BIO-ORGANICS LIMITED**

**SD/-
SARALA BUYYANI
MANAGING DIRECTOR
DIN: 07668359**

**Date: 31st July 2024
Place: Jakkepally**

Radical Bio Organics Ltd**Balance Sheet as at 31 March 2024**

(All amounts in ₹ unless otherwise stated)

	Notes	31 March 2024	31 March 2023
Equity and Liabilities			
Shareholders Funds			
Share capital	3	56,73,13,800	56,73,13,800
Reserves and surplus	4	(15,69,92,493)	(30,13,38,719)
		41,03,21,307	26,59,75,081
Non-Current liabilities			
Long term borrowings	5	32,73,00,571	32,08,660
Deferred tax liabilities(net)	6	8,30,30,354	8,30,96,134
Long term provisions	7	60,40,663	46,01,664
Current Liabilities			
Short term borrowings	8	1,68,55,331	7,56,503
Trade payables	9	-	-
i) Total outstanding dues of micro enterprises and small enterprises		-	-
ii) Total outstanding dues of creditors other than micro and small enterprises		49,36,44,374	48,15,44,386
Other current liabilities	10	43,55,41,012	45,66,76,639
Short term provisions	11	4,47,71,113	2,15,83,610
		1,40,71,83,418	1,05,14,67,596
Total		1,81,75,04,725	1,31,74,42,677
Assets			
Non-Current Assets			
Property, plant and equipment			
(i) Tangible assets	12	67,22,41,072	66,84,92,034
(ii) Capital work in progress		58,20,44,202	27,75,04,513
Long term loans and advances	13	6,04,75,481	3,49,02,305
Other non-current assets	14	74,52,136	74,52,136
		1,32,22,12,891	98,83,50,988
Current Assets			
Inventories	15	35,30,13,313	12,75,60,000
Trade receivables	16	2,69,81,633	1,51,08,861
Cash and cash equivalents	17	15,80,364	41,97,274
Short term loans and advances	18	11,37,16,524	18,22,25,554
		49,52,91,834	32,90,91,689
Total		1,81,75,04,725	1,31,74,42,677

The accompanying notes form an integral part of these financial statements.

This is the balance sheet referred to in our report of even date.

For Jaideep Gaddam & Associates

Chartered Accountants

Firm Regn No: 019149S

Per Jaideep Gaddam

Partner

Membership No. 226296



Place: Hyderabad

Date: 31 Jul 2024

UDIN: 24226296BKGWFG9099

For and on behalf of the board**Radical Bio Organics Limited**

Sarala Buyyani

Managing Director

DIN: 07668359

Aravapalli Venu

CFO

DIN: 03620912

Place: Hyderabad

Date: 31 Jul 2024

B Srinivas Reddy

Wholtime Director

DIN:02871922

Jitendra Kumar

Company Secretary

Mem No: ACS 17529



Radical Bio Organics Ltd**Statement of Profit and Loss for the year ended 31 March 2024**

(All amounts in ₹ unless otherwise stated)

	Notes	31 March 2024	31 March 2023
Revenue from operations	19	2,72,23,98,107	2,62,59,08,072
Other income	20	32,73,440	1,33,04,935
Total Revenue		2,72,56,71,547	2,63,92,13,007
Expenditure			
Cost of material consumed	21	2,37,51,40,793	2,23,21,45,617
Changes in inventories of finished goods	22	-20,95,52,176	-6,00,73,706
Employee benefit expense	23	6,36,56,934	6,31,24,240
Finance cost	24	4,96,81,360	64,09,964
Depreciation	12	5,32,62,395	5,02,14,448
Operating and other expenses	25	21,67,91,272	19,94,49,252
Total expenses		2,54,89,80,578	2,49,12,69,815
Profit / (Loss) before exceptional items and tax		17,66,90,969	14,79,43,192
Exceptional item		3,24,10,523	2,85,43,280
Profit before tax		14,42,80,446	11,93,99,912
Less: tax expense			
a) Current tax		2,38,95,753	2,10,00,000
b) MAT Credit Entitlement		-2,38,95,753	-1,99,30,233
c) Deferred tax	6	(65,780)	7,71,431
Profit/(loss) for the Period		14,43,46,226	11,75,58,714
Earning per equity Share			
Basic & diluted	33	2.54	2.07
(per equity share of Rs. 10/- each fully paid up)			

The accompanying notes form an integral part of these financial statements.

This is the statement of profit and loss referred to in our report of even date.

For Jaideep Gaddam & Associates

Chartered Accountants

Firm Regn No 019149S


Per Jaideep Gaddam

Partner

Membership No. 226296

**For and on behalf of the board****Radical Bio Organics Limited**

Sarala Buyyani

Managing Director

DIN: 07668359


Buyyani Srinivas Reddy

Wholtime Director

DIN:02871922


Aravapalli Venu

CFO

DIN: 03620912

Place: Hyderabad

Date: 31 Jul 2024


Jitendra Kumar

Company Secretary

Mem No: ACS 17529

Place: Hyderabad

Date: 31 Jul 2024

UDIN: 24226296BKGWFG9099



Radical Bio Organics Limited
Cash Flow Statement for the year ended 31 March 2024

(All amounts in ₹ unless otherwise stated)

	31 March 2024	31 March 2023
Cash flow from operating activities		
Profit/ (Loss) before tax	14,42,80,446	12,07,65,380
Adjustments for:		
Depreciation	5,32,62,395	5,02,14,448
Finance costs	4,96,81,360	64,09,964
Provision for gratuity expense	14,38,999	6,30,800
Exceptional items	-	-
Debit balances written off	-	4,99,472
Sundry creditors written back	-27,80,877	-2,41,669
Interest income on Fixed deposits	-4,53,188	-2,08,697
Operating Profit Before Working Capital Changes	24,54,29,135	17,80,69,698
Adjustments for:		
(Increase)/Decrease in inventories	-22,54,53,313	-2,80,43,254
(Increase)/Decrease in trade receivables	-1,18,72,772	1,76,56,131
(Increase)/Decrease in loans and advances	6,85,09,030	-7,00,674
Increase/(Decrease) in trade payables	1,48,80,865	7,45,89,521
Increase/(Decrease) in current liabilities and provisions	-7,32,84,754	21,41,71,415
Cash generated from operations	1,82,08,191	45,57,42,837
Income taxes paid	-	7,71,431
Net cash from operating activities	(A) 1,82,08,191	45,65,14,268
Cash flow from investing activities		
Purchase of fixed assets and CWIP additions	-36,15,51,122	-28,93,26,537
Interest income	4,53,188	2,08,697
Advances and loans made to third parties	(2,55,73,176)	-2,47,10,770
Net cash used in investing activities	(B) -38,66,71,110	(31,38,28,610)
Cash Flow From Financing Activities		
Finance cost	-4,96,81,360	-64,09,964
Proceeds from issue of share capital	-	-
Proceeds/(repayment) from secured loans	-	-
Proceeds from secured loans	49,00,00,000	-
Repayment of secured loans	-7,44,72,631	-13,42,10,061
Net Cash from financing activities	(C) 36,58,46,009	-14,06,20,025
Net increase/(Decrease) in Cash and Cash Equivalents	(A+B+C) -26,16,910	20,65,633
Cash and Cash Equivalents at the beginning of the year	41,97,274	21,31,641
Cash and Cash Equivalents at the end of the year	15,80,364	41,97,274
Components of cash and cash equivalents		
Balances with banks		
- in current accounts	10,99,718	36,15,671
- in deposit accounts	-	-
Cash in hand	4,80,646	5,81,603
Total cash and cash equivalents (Refer note 17 on notes to the financial statements)	15,80,364	41,97,274

This is the cash flow statement referred to in our report of even date.

For Jaideep Gaddam & Associates

Chartered Accountants

Firm Regn No: 019149S

Per Jaideep Gaddam

Partner

Membership No. 226296

Place: Hyderabad

Date: 31 Jul 2024

UDIN: 24226296BKGWFG9099

For and on behalf of the board
Radical Bio Organics Limited
Sarala Buyyani
 Managing Director
 DIN: 07668359

Aravapalli Venu
 CFO
 DIN: 03620912

Buyyani Srinivas Reddy
 Wholtime Director
 DIN:02871922

Jitendra Kumar
 Company Secretary
 Mem No: ACS 17529

Radical Bio Organics Ltd
Notes to the financial statements for the period ended 31 March 2024

(All amounts in ₹ unless otherwise stated)

3. Share Capital
Particulars
a) Authorized Share Capital

Equity Shares of Rs. 10 each

31 March 2024		31 March 2023	
Number	Value	Number	Value
5,70,00,000	57,00,00,000	5,70,00,000	57,00,00,000
Total	5,70,00,000	5,70,00,000	57,00,00,000

b) Issued Capital, Subscribed & Fully Paid up

Equity Shares of Rs. 10 each

31 March 2024		31 March 2023	
Number	Value	Number	Value
5,67,31,380	56,73,13,800	5,67,31,380	56,73,13,800
Total	5,67,31,380	5,67,31,380	56,73,13,800

c) Par value of equity share per share is Rs. 10 each
c) Reconciliation of shares outstanding at the beginning and at the end of the reporting period
Equity Shares

Shares outstanding at the beginning of the year
Shares issued during the year
Shares bought back during the year
Shares outstanding at the year end

31 March 2024		31 March 2023	
Number	Value	Number	Value
5,67,31,380	56,73,13,800	5,67,31,380	56,73,13,800
-	-	-	-
-	-	-	-
5,67,31,380	56,73,13,800	5,67,31,380	56,73,13,800

d) Terms attached to equity shares

The company has one class of equity shares having a par value of Rs.10 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.

e) Details of the Shareholders holding more than 5% shares in the company
Name of the Equity Share Holder

	31 March 2024		31 March 2023	
	Number of shares held	% of share holding	Number of shares held	% of share holding
Aravapalli Venu	1,15,48,161	20.36%	1,15,48,161	20.36%
Srinivas Reddy Buyyani	96,91,764	17.08%	96,91,764	17.08%
Sarala Buyyani	61,64,539	10.87%	7,70,000	1.36%
Srinivas Reddy Buyyani HUF	-	0.00%	53,94,539	9.51%
Aravapalli Praveena	48,48,500	8.55%	45,98,500	8.11%
Satish Kumar Palabada	36,00,000	6.35%	36,00,000	6.35%

4. Reserves and Surplus

	31 March 2024	31 March 2023
(a) General Reserve	1,00,00,000	1,00,00,000
(b) Surplus or (deficit) in statement of Profit and loss		
Opening Balance	-37,05,71,889	-49,13,37,269
(+) MAT Credit Adjustment for FY 21-22	-	32,06,666
(+) Net Profit/(loss) for the year	14,43,46,226	11,75,58,714
Closing Balance	-22,62,25,663	-37,05,71,889
(c) Share Premium	5,92,33,170	5,92,33,170
Total	-15,69,92,493	-30,13,38,719

5. Long term borrowings

Particulars	31 March 2024		31 March 2023	
	Non-Current Portion	Current Portion	Non-Current Portion	Current Portion
Secured loans*				
- Rupee Term Loans From Banks				
Vehicle Loan	1,07,87,216	23,90,998	8,18,423	20,60,556
Kotak Term Loan	31,48,33,331	9,80,00,002	-	-
- Rupee Term Loans From Other Parties				
Invent ARC Ltd	-	-	-	-
Shriram Transport Finance Company Ltd	9,05,049	5,06,503	11,79,060	6,72,696
HDB Financial Services	7,74,975	6,34,707	12,11,177	7,64,400
Unsecured loans				
Aasritha Chit Fund Pvt Ltd	-	-	-	18,00,000
Margadarshi Chit Fund Private Limited	-	6,00,000	-	53,99,100
Total	32,73,00,571	10,21,32,210	32,08,660	1,06,96,752

*Details of security:

a) Primary security

Term loans are secured by first charge by way of hypothecation of plant and machinery ,other movable assets of the Company's manufacturing unit and EM of factory land admeasuring Ac 38-11 guntas standing in the name of the Company located by Sy Nos. 36,38,41,43,219 and 293 at Jakkepally Village, R.R Dist, Telangana and buildings constructed thereon and entire current assets

b) Collateral Security Personal properties, personal guarentees of directors and relatives.

Radical Bio Organics Ltd**Notes to the financial statements for the period ended 31 March 2024**

(All amounts in ₹ unless otherwise stated)

6. Deferred tax liabilities

	31 March 2024	31 March 2023
Deferred tax liability		
On depreciation on fixed assets	8,46,00,926	8,42,92,567
Total	8,46,00,926	8,33,57,128
Deferred tax asset		
Provision for employee benefits	15,70,572	11,96,433
Total	15,70,572	11,96,433
Deferred tax liability (net) at the end of the year	8,30,30,354	8,30,96,134
Deferred tax liability (net) at the beginning of the year	8,30,96,134	8,23,24,703
Deferred tax income/ (expense) to be accounted for the year	65,780	-7,71,431

7. Long term provisions

	31 March 2024	31 March 2023
Provision for gratuity	60,40,663	46,01,664
Total	60,40,663	46,01,664

8. Short term borrowings

	31 March 2024	31 March 2023
Bank overdrafts	1,68,55,331	7,56,503
Total	1,68,55,331	7,56,503

9. Trade payables

	31 March 2024	31 March 2023
Dues to micro, small and medium enterprises *	-	-
Dues to other than micro, small and medium enterprises	49,36,44,374	48,15,44,386
Total	49,36,44,374	48,15,44,386

*The information regarding micro, small and medium enterprises has been identified on the basis of information available with the Company. Based on the information available with the company, there are no micro, small and medium enterprises to whom the company has paid interest or any interest payable on outstanding (under the provisions of Section 16 of Micro, Small and Medium Enterprises Development Act, 2006) during the period as at 31 March 2024.

Age of the trade payable (No. of days)

	31 March 2024	31 March 2023
0-15 Days	12,34,28,047	16,10,30,516
16-30 Days	10,65,37,694	3,35,82,456
31-45 Days	5,92,48,146	3,39,28,090
46-90 Days	16,18,42,559	14,33,70,377
91-180 Days	2,61,70,749	9,21,46,451
>180 Days	1,64,17,179	1,74,86,495
Total	49,36,44,374	48,15,44,386

Radical Bio Organics Ltd**Notes to the financial statements for the period ended 31 March 2024**

(All amounts in ₹ unless otherwise stated)

10. Other current liabilities

	31 March 2024	31 March 2023
Current maturities of long term borrowings (refer note-5)	10,21,32,210	1,06,96,752
Statutory liabilities payable	3,96,40,228	11,25,69,455
Advances received from customers	-	32,23,42,282
Creditors for services and expenditure	28,86,50,636	56,39,275
Other payables	51,17,938	54,28,875
Total	43,55,41,012	45,66,76,639

11. Short term provisions

	31 March 2024	31 March 2023
Provision for income tax (net of advance tax)	4,46,96,113	2,08,00,360
Audit fee	40,000	7,48,250
Other payables	35,000	35,000
Total	4,47,71,113	2,15,83,610

13. Long term loans & advances

	31 March 2024	31 March 2023
Unsecured, considered good		
Advance payment of taxes	66,03,642	39,19,257
MAT Credit Entitlement	4,70,32,652	2,31,36,899
Security deposits	68,39,187	78,46,149
Total	6,04,75,481	3,49,02,305

14. Other non-current Assets

	31 March 2024	31 March 2023
Unsecured, considered good		
Other non-current assets	74,52,136	74,52,136
Total	74,52,136	74,52,136

15. Inventories

	31 March 2024	31 March 2023
a) Raw materials	3,87,00,022	2,37,50,022
b) Finished goods	27,86,89,534	6,91,37,359
c) Stores and spares and loose tools	3,26,42,044	2,60,58,994
d) Other inventory	29,81,713	86,13,625
Total	35,30,13,313	12,75,60,000

16. Trade Receivables

	31 March 2024	31 March 2023
Unsecured, considered good		
a) Outstanding for a period more than six months from the due date	7,05,339	6,60,570
b) Others	2,62,76,294	1,44,48,291
Total	2,69,81,633	1,51,08,861

Radical Bio Organics Ltd**Notes to the financial statements for the period ended 31 March 2024**

(All amounts in ₹ unless otherwise stated)

Age of the Trade Receivable (No. of days)	31 March 2024	31 March 2023
0-15 Days	1,39,73,319	1,05,22,880
16-30 Days	54,00,836	17,83,830
31-45 Days	27,75,579	17,37,245
46-90 Days	40,72,038	3,56,157
91-180 Days	54,523	48,179
>180 Days	7,05,339	6,60,570
Total	2,69,81,633	1,51,08,861

17. Cash and cash equivalents

	31 March 2024	31 March 2023
a) Balances with bank		
Bank of baroda - 80750200001232	-	97,464
Corporation Bank. A/c - 000024	71	71
Corporation Bank A/c -510101004607545	45,892	45,892
HDFC Bank A/c - 50200028239987	-	6,03,643
ICICI Bank A/c - 379805000962	-	2,09,458
Kotak mahindra bank - 2777299999	5,879	91,100
State Bank of India A/c - 37078564827	10,47,876	25,68,043
b) Cash in hand	4,80,646	5,81,603
Total	15,80,364	41,97,274

18. Short term loans and advances

	31 March 2024	31 March 2023
Unsecured, considered good		
a) Advances to related parties	-	-
b) Advances to suppliers and service providers	1,01,64,819	3,74,47,325
c) Advances to staff	8,82,655	2,97,232
d) Balances with government authorities (refer note. 28)	10,26,69,050	14,44,80,997
f) Advance paid to chit funds	-	-
Total	11,37,16,524	18,22,25,554

Radical Bio Organics Ltd

Notes to the financial statements for the period ended 31 March 2024

(All amounts in ₹ unless otherwise stated)

12. Fixed Assets

Description	Gross Block			Depreciation			Net Block	
	01 April 2023	Additions	Deletions	31 March 2024	For the year	Deletions	31 March 2024	31 March 2023
(A) Tangible Assets								
Buildings	10,29,48,358	3,96,39,340	-	14,25,87,698	3,90,15,118	30,65,937	4,20,81,055	6,39,33,240
Computers and Printers	14,80,683	7,79,467	-	22,60,150	12,04,007	72,801	12,76,808	9,83,343
Furniture and Fittings	23,86,511	-	-	23,86,511	10,00,542	1,86,983	11,87,525	13,85,969
Lab Equipment	9,87,094	-	-	9,87,094	5,75,279	5,804	5,81,083	4,11,815
Office Equipment	36,27,914	2,51,265	-	38,79,179	20,18,722	2,70,797	22,89,519	15,89,660
Plant and Machinery	95,31,90,210	-	-	95,31,90,210	37,03,82,210	4,73,07,337	41,76,89,547	58,28,08,000
Motor Vehicles	1,94,14,689	1,59,61,061	-	3,53,75,750	65,75,329	23,52,736	89,28,065	1,28,39,360
Land	52,27,780	3,80,300	-	56,08,080	-	-	-	52,27,780
Total (A)	1,08,92,63,240	5,70,11,433	-	1,14,62,74,673	42,07,71,206	5,32,62,395	47,40,33,601	66,84,92,034
(B) Capital Work in progress	27,75,04,513	34,40,48,382	3,95,08,693	58,20,44,202	-	-	-	27,75,04,513
Total (A+B)	1,36,67,67,753	40,10,59,815	3,95,08,693	1,72,83,18,875	42,07,71,206	5,32,62,395	47,40,33,601	94,59,96,547
Previous Year	1,07,74,41,216	42,64,38,055	13,71,11,518	1,36,67,67,753	37,05,56,758	5,02,14,448	42,07,71,206	70,68,84,458

Radical Bio Organics Ltd**Notes to the financial statements for the period ended 31 March 2024**

(All amounts in ₹ unless otherwise stated)

19. Revenue from Operations

	<u>31 March 2024</u>	<u>31 March 2023</u>
a) Sale of products		
Domestic sales		
i) Manufactured goods	2,16,08,81,750	2,07,59,20,600
ii) Trading goods	-	-
b) Other operating revenue *	56,15,16,357	54,99,87,472
Total	<u><u>2,72,23,98,107</u></u>	<u><u>2,62,59,08,072</u></u>

*Other operating revenue includes sale of DDGS, CO2, DWGS, IS, Sanitizers

20. Other Income

	<u>31 March 2024</u>	<u>31 March 2023</u>
Discount received	-	1,27,01,235
Interest income	4,53,188	2,08,697
Sundry creditors written back	27,80,877	2,41,669
Contract income	-	1,53,334
Provision written off for income tax	-	-
Other income	39,375	-
Total	<u><u>32,73,440</u></u>	<u><u>1,33,04,935</u></u>

21. Cost of Materials Consumed

	<u>31 March 2024</u>	<u>31 March 2023</u>
a) Raw Material		
Opening stock	2,37,50,022	6,56,41,858
Add: Purchases during the year	1,94,66,65,721	1,65,34,87,899
	1,97,04,15,743	1,71,91,29,757
Less: Closing stock	3,87,00,022	2,37,50,022
Consumption of Raw materials (a)	<u><u>1,93,17,15,721</u></u>	<u><u>1,69,53,79,735</u></u>
b) Stores and Spares		
Opening stock	2,60,58,994	1,76,61,428
Add: Purchases	14,11,56,449	16,68,94,287
	16,72,15,443	18,45,55,715
Less: Closing stock	3,26,42,044	2,60,58,994
Consumption of stores and spares (b)	<u><u>13,45,73,399</u></u>	<u><u>15,84,96,721</u></u>
c) Others		
Coal		
Opening stock	86,13,625	71,49,806
Add: Purchases	30,32,19,762	37,97,32,980
	31,18,33,387	38,68,82,786
Less: Closing stock	29,81,713	86,13,625
Consumption of other material (c)	<u><u>30,88,51,673</u></u>	<u><u>37,82,69,161</u></u>
Total Consumption (a+b+c)	<u><u>2,37,51,40,793</u></u>	<u><u>2,23,21,45,617</u></u>

Radical Bio Organics Ltd**Notes to the financial statements for the period ended 31 March 2024**

(All amounts in ₹ unless otherwise stated)

22. Changes in Inventories of Finished Goods

	31 March 2024	31 March 2023
Opening Stock (A)		
Extra Neutral Alcohol	6,69,79,265	78,40,598
DDGS	1,92,507	12,23,055
Others	19,65,586	-
	<u>6,91,37,358</u>	<u>90,63,653</u>
Closing Stock (B)		
Extra Neutral Alcohol	12,05,24,589	6,69,79,265
DDGS	15,58,59,680	1,92,507
Others	23,05,265	19,65,586
	<u>27,86,89,534</u>	<u>6,91,37,359</u>
(Increase)/Decrease in Inventories (A-B)	<u><u>-20,95,52,176</u></u>	<u><u>-6,00,73,706</u></u>

23. Employee Benefit Expenses

	31 March 2024	31 March 2023
Salaries, wages and bonus	4,34,53,856	4,50,67,846
Directors salaries	1,37,00,000	1,50,00,000
Contributions to provident fund	14,22,045	-
Contributions to employee state insurance	5,65,762	-
Gratuity expense	14,38,999	6,30,800
Staff welfare expenses	30,76,272	24,25,594
Total	<u><u>6,36,56,934</u></u>	<u><u>6,31,24,240</u></u>

24. Finance Cost

	31 March 2024	31 March 2023
Bank interest	4,87,66,269	7,87,981
Bank charges	1,21,490	76,629
Loan processing charges	7,93,600	40,51,600
Rebates on chits	-	14,93,754
Total	<u><u>4,96,81,360</u></u>	<u><u>64,09,964</u></u>

Radical Bio Organics Ltd**Notes to the financial statements for the period ended 31 March 2024**

(All amounts in ₹ unless otherwise stated)

25. Operating and Other Expenses

	31 March 2024	31 March 2023
Audit Fees		
-Statutory audit	2,40,000	2,40,000
-Cost audit	67,500	75,000
-Taxation matters	60,000	60,000
Debit balances written off	-	4,99,472
Brokerage on grain purchases	-	-
GST late filing and interests	4,89,428	25,978
Electricity charges	9,05,619	8,29,431
Factory maintenance	1,59,58,026	2,23,47,144
General expenses	10,37,620	6,87,631
Gifts and donations	6,64,331	3,96,443
GST compensation cess	1,77,83,128	1,72,95,508
GST paid or reversal u/r 42	3,66,25,494	3,80,15,909
Insurance	18,69,643	27,22,147
License fee	1,84,20,230	45,67,429
Loading and unloading charges	1,22,08,737	1,32,58,675
Machinery hire charges	21,00,190	21,00,919
Management and consultancy charges	2,60,000	3,20,000
Marketing expenses	10,25,750	16,48,415
Office maintenance expenditure	80,69,228	53,94,336
Petrol and fuel	93,68,801	58,37,854
Printing and stationery	2,34,718	2,01,349
Rates, taxes and filing fee	1,24,558	1,06,000
Telephone and internet charges	4,06,468	3,51,713
Transport charges	8,72,93,474	7,99,81,760
Travelling expenses	15,78,329	24,86,138
Total	21,67,91,272	19,94,49,252

Radical Bio Organics Limited
Summary of significant accounting policies and other explanatory information
(All amounts in ₹ unless otherwise stated)

1. Company overview

Radical Bio Organics Limited ("the Company") was incorporated on 13-Jan-2010. The Company is mainly engaged in business of manufacturing of ethanol and technical alcohol. It has a plant situated at Tandur with an operating capacity of 90 KLPD and started its operations from 2013. The entity's business include purchase, sale, manufacture, process, import, export, buyers, sellers, traders, merchants, deal in, to act as agents, distributors, whole sellers, retailers, broker, merchants, contractors, warehousemen and to establish, maintain, operate and/or run agency lines in every kind and description of agriculture products in any place in the world.

2. Summary of significant accounting policies

a) Basis of preparation of financial statements

The financial statements have been prepared in accordance with the Generally Accepted Accounting Principles (GAAP) in India (India GAAP) to comply with the Accounting Standards specified under section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013 ("the 2013 Act"), as applicable. The financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

b) Use of estimates

The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognized in the periods in which the results are known / materialize.

c) Revenue recognition

- i) Sale of goods is recognized when all obligations connected with the transfer of risks and rewards to the buyer have been fulfilled after the price has been determined and collection of the receivable is reasonably certain. The Company risk and rewards are transferred when goods are removed from factory and loaded in customers vehicles.
- ii) The Company's main income is from sale of Extra Neutral Alcohol. It also has other operating income from sale of Dried Distillers Grains (DDGs), Distillers Wet Grains Soluble (DWGS), Distillers Wet Grains Liquid Soluble (DWGS (Liquid)), Impure Spirit (IS), Carbon di oxide (CO₂) and Liquid sanitizers.
- iii) Interest income is recognized in the year in which it is accrued and stated at gross.

d) Property, Plant and Equipment

Items of property, plant and equipment are measured at cost less accumulated depreciation and accumulated impairment losses, if any. Cost includes expenditures that are directly attributable to the acquisition of the asset. The cost of self-constructed assets includes the cost of materials and other costs directly attributable to bringing the asset to a working condition for its intended use. Borrowing costs that are directly attributable to the construction or production of a qualifying asset are capitalized as part of the cost of that asset.

When parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment.

Gains and losses upon disposal of an item of property, plant and equipment are determined by comparing the proceeds from disposal with the carrying amount of property, plant and equipment and are recognized in the

Radical Bio Organics Limited**Summary of significant accounting policies and other explanatory information**

(All amounts in ₹ unless otherwise stated)

statement of profit and loss. The cost of replacing part of an item of property, plant and equipment is recognized in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the Company and its cost can be measured reliably. The costs of repairs and maintenance are recognized in the statement of profit and loss as incurred.

Items of property, plant and equipment acquired through exchange of non-monetary assets are measured at fair value, unless the exchange transaction lacks commercial substance or the fair value of either the asset received or asset given up is not reliably measurable, in which case the asset exchanged is recorded at the carrying amount of the asset given up.

e) Depreciation

Depreciation is recognized in the statement of profit and loss on a straight-line basis over the estimated useful lives of property, plant and equipment. Leased assets are depreciated over the shorter of the lease term and their useful lives. Land is not depreciated.

Schedule II to the Companies Act, 2013 ("Schedule") prescribes the useful lives for various classes of tangible assets. For certain class of assets, based on the technical evaluation and assessment, the Company believes that the useful lives adopted by it best represent the period over which an asset is expected to be available for use. Accordingly, for these assets, the useful lives estimated by the Company are different from those prescribed in the Schedule.

Advances paid towards the acquisition of property, plant and equipment, if any, outstanding at each reporting date and the cost of property, plant and equipment not ready to use before such date are disclosed as such under other non-current assets. Assets not ready for use are not depreciated but are tested for impairment.

f) Inventories

Inventories consist of raw materials, stores and spares, work-in-progress and finished goods and are measured at the lower of cost and net realizable value. The cost of all categories of inventories is based on the weighted average method. Cost includes expenditures incurred in acquiring the inventories, production or conversion costs and other costs incurred in bringing them to their existing location and condition.

In the case of finished goods and work-in-progress, cost includes an appropriate share of overheads based on normal operating capacity. Stores and spares consist of packing materials, engineering spares (such as machinery spare parts) and consumables (such as lubricants etc.), which are used in operating machines or consumed as indirect materials in the manufacturing process.

Net realizable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and selling expenses.

g) Impairment of non-financial assets

The carrying amounts of the Company's non-financial assets, other than inventories and 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 goodwill and intangible assets that have indefinite lives or that are not yet available for use, an impairment test is performed each year at 31 March.

The recoverable amount of an asset or cash-generating unit (as defined below) is the greater of its value in use and its fair value less costs to sell. In assessing value in use, the estimated future cash flows are 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 asset or the cash generating unit. For the purpose of impairment testing, assets are grouped together into the smallest group of assets that generate cash inflows from continuing use that are largely independent of the cash inflows of other assets or groups of assets (the "cash generating unit").

Radical Bio Organics Limited**Summary of significant accounting policies and other explanatory information**

(All amounts in ₹ unless otherwise stated)

The goodwill acquired in a business combination is, for the purpose of impairment testing, allocated to cash-generating units that are expected to benefit from the synergies of the combination.

An impairment loss is recognized in the statement of profit and loss if the estimated recoverable amount of an asset or its cash generating unit is lower than its carrying amount. Impairment losses recognized in respect of cash-generating units are allocated first to reduce the carrying amount of any goodwill allocated to the units and then to reduce the carrying amount of the other assets in the unit on a pro-rata basis.

An impairment loss in respect of goodwill is not reversed. In respect of other assets, impairment losses recognized in prior periods are assessed at each reporting date for any indications that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortization, if no impairment loss had been recognized. Goodwill that forms part of the carrying amount of an investment in an associate is not recognized separately, and therefore is not tested for impairment separately. Instead, the entire amount of the investment in an associate is tested for impairment as a single asset when there is objective evidence that the investment in an associate may be impaired.

h) Provisions and Contingencies

A provision is recognized in the statement of profit and loss if, as a result of a past event, the Company has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. Where discounting is used, the increase in the provision due to the passage of time is recognized as a finance cost.

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent liabilities are not recognized but are disclosed in the notes. Contingent Assets are neither recognized nor disclosed in the financial statements.

i) Contingent liabilities and contingent assets

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

Contingent assets are not recognized in the financial statements. A contingent asset is disclosed where an inflow of economic benefits is probable. Contingent assets are assessed continually and, if it is virtually certain that an inflow of economic benefits will arise, the asset and related income are recognized in the period in which the change occurs.

j) Income tax

Income tax expense consists of current and deferred tax. Income tax expense is recognized in the statement of profit and loss except to the extent that it relates to items recognized directly in equity, in which case it is recognized in equity. Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted or substantively enacted at the reporting date, and any adjustment to tax payable in respect of previous years.

Deferred tax is recognized using the balance sheet method, providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Deferred tax is not recognized for the following temporary differences:

Radical Bio Organics Limited
Summary of significant accounting policies and other explanatory information
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- i) temporary differences on the initial recognition of assets or liabilities in a transaction that is not a business combination and that affects neither accounting nor taxable profit;
- ii) temporary differences relating to investments in subsidiaries and jointly controlled entities to the extent that it is probable that they will not reverse in the foreseeable future; and
- iii) taxable temporary differences arising upon the initial recognition of goodwill.

Deferred tax is measured at the tax rates that are expected to be applied to the temporary differences when they reverse, based on the laws that have been enacted or substantively enacted by the reporting date. Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to income taxes levied by the same tax authority on the same taxable entity, or on different tax entities, but they intend to settle current tax liabilities and assets on a net basis or their tax assets and liabilities will be realized simultaneously.

A deferred tax asset is recognized to the extent that it is probable that future taxable profits will be available against which the temporary difference can be utilized. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realized. Unrecognized deferred tax assets are reassessed at each reporting date and are recognized to the extent that it has become probable that the future taxable profits will allow the deferred tax assets to be recovered.

Any deferred tax asset or liability arising from deductible or taxable temporary differences in respect of unrealized inter-company profit or loss on inventories held by the Company in different tax jurisdictions is recognized using the tax rate of the jurisdiction in which such inventories are held.

Current and deferred tax is recognized in profit or loss, except to the extent that it relates to items recognized in other comprehensive income or directly in equity. In this case, the tax is also recognized in other comprehensive income or directly in equity, respectively.

k) Earnings per share

The Company presents basic and diluted earnings per share ("EPS") data for its ordinary shares. Basic EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the period. Diluted EPS is determined by adjusting the profit or loss attributable to ordinary shareholders and the weighted average number of ordinary shares outstanding for the effects of all dilutive potential ordinary shares, which includes all stock options granted to employees.

l) Employee Benefits

Liability for employee benefits, both short and long term, for present and past services which are due as per the terms of employment are recorded in accordance with Accounting Standard (AS) 15 "Employee Benefits".

i) Defined Benefit Plan

Gratuity:

In accordance with the Payment of Gratuity Act, 1972 the Company provides for gratuity covering eligible employees. Liability on account of gratuity is determined and charged to Statement of profit and loss on the basis of valuation by an independent actuary.

ii) Defined Contribution Plan

The Company contributes to Government administered Provident Fund on behalf of its employees and has no further obligation beyond making the payment to them. Contributions to Provident Fund (defined contribution plan) are charged to Statement of Profit and Loss as incurred on accrual basis.

iii) Leave encashment

The company's employment policies do not permit carry forward of leaves.

Radical Bio Organics Limited
Summary of significant accounting policies and other explanatory information
(All amounts in ₹ unless otherwise stated)

26. Estimated amount for contracts remaining to be executed on Capital account (net of advances) and not provided for Rs. Nil (2022 -23 Rs. Nil).
27. Contingent Liability

Particulars	As at 31 Mar 2024	As at 31 Mar 2023
Bank Guarantees Refer note 27-(a)	58,85,000	44,37,887
GST Liability (Refer note 27-(b))	-	1,08,31,46,129

a) Summary of Bank Guarantees:

Bank Name	BG No.	Renewal Date	Expiry Date	Amount (Rs.)
State Bank of India	1068924BG0000001	28-Mar-24	31-Mar-26	30,00,000
State Bank of India	0505522BG0002523	14-Sep-23	14-Sep-24	8,00,000
Kotak Mahindra Bank	7456IGF231032798	23-Nov-23	20-Nov-26	17,00,000
Corporation Bank	IFBG10901800016	25-Oct-18	24-Oct-19	3,85,000
				58,85,000

- b) As per the recommendations of the 53rd GST Council Meeting dated 22nd June 2024, several changes have been proposed regarding GST tax rates, measures for trade facilitation, and compliance streamlining under GST. Specifically, for the Extra Neutral Alcohol (ENA) industry, the following key recommendation was made:
- In the 52nd GST Council meeting, it was recommended to amend the GST Law to explicitly exclude rectified spirit/ENA from the scope of GST when supplied for manufacturing alcoholic liquors for human consumption. The GST Council, in its 53rd meeting, further recommended amending sub-section (1) of Section 9 of the CGST Act, 2017, to ensure that GST is not levied on Extra Neutral Alcohol used for the manufacture of alcoholic liquor for human consumption.
 - Based on this recommendation, Radical Bio Organics Limited is no longer liable to declare GST payable on sales of Extra Neutral Alcohol intended for the manufacture of alcoholic liquor for human consumption since the implementation of the GST Act in 2017. Consequently, the company has not recognized any contingent liability related to GST for the financial year.

28.

- a) The Company has received the input tax credit of Rs. 2,41,51,954 with respect to the TRAN-1 return during the previous financial year. The balance of Rs. 9,64,754 has been expensed to profit and loss account. The said input tax credit has been included in the GST portal and respective compliances have been completed. All the relevant compliances with respect to the TRAN-1 has been complied with in the previous financial year and there is no further requirement of compliance is to be made in the current financial year.
- b)
- The Company has CESS input credit amounting to Rs. 3,29,23,864 on coal purchases as on 31 March 2019. Though the Company doesn't have CESS liability to set off the input CESS, it was confident that such input CESS could be adjusted against the future CESS liability or could claim as refund from GST authorities. Accordingly, the same had been considered as an asset in the books of account till 31 March 2019 but during the current financial year, the Company, neither has confidence of adjusting the same against future CESS liability nor getting the amount as refund. So, they have started amortizing the same in 5 equal instalments i.e., Rs.65,84,773 for 5 FYs, commencing from FY 2019-20. Hence

Radical Bio Organics Limited
Summary of significant accounting policies and other explanatory information
(All amounts in ₹ unless otherwise stated)

the company has treated such expense as **an exceptional item in the statement of profit and loss** and outstanding amount to be expensed as at balance sheet date is Rs. Nil.

- iii. The company on press release by GST council dated 17 September 2021 regarding clarification of GST tax rate on products of DDGS, DWGS and DORBS as 5% retrospectively from 01 July 2017 has calculated GST amount had to be paid on and also applying GST Rule 42 of GST Rules, 2017 amounting to Rs.10,97,92,535. The management has decided to amortize for a period of 5 years. The balance outstanding amount to be expensed as at balance sheet date is Rs. 5,27,59,733.
- iv. Hence, an amount of Rs. 3,24,10,523 (Aggregate of Rs. 65,84,773 and Rs. 2,58,25,751) have been amortized in the current FY 2023-24.

29. The balances under Trade Receivable, Trade Payable and Advances from customers are subject to confirmation from respective parties.

30. Employee Benefits

a) Gratuity

The followings tables summarize the components of net benefit expense recognized in the Statement of Profit and Loss, amount recognized in the Balance Sheet and principal assumptions used for the defined benefit gratuity plan.

Net employee Benefit expense (recognized in employee) for the year 2021-2022 is as follows

Particulars	As at 31 Mar 2024	As at 31 Mar 2023
Current Service Cost	11,93,174	10,54,781
Interest cost on benefit obligation	3,44,204	2,89,476
Net Actuarial gain/loss recognized in the year	(98,379)	(7,13,457)
Net Benefit Expense	14,38,999	6,30,800

Changes in the present value of the defined benefit obligation for the year 2021-2022 is as follows

Particulars	As at 31 Mar 2024	As at 31 Mar 2023
Opening defined benefit obligation	46,01,664	39,70,864
Interest Cost	3,44,204	2,89,476
Current Service Cost	11,93,174	10,54,781
Benefits paid	-	-
Actuarial gain/loss on obligation	(98,379)	(7,13,457)
Closing defined benefit obligation	60,40,663	46,01,664

The principle assumptions used in determining gratuity obligations for the company's plan are shown below:

Particulars	As at 31 Mar 2024	As at 31 Mar 2023
Discount rate	0.0721	0.0748
Salary Escalation rate (per annum)	0.1	0.1
Attrition rate	NA	NA
Average Balance Service (Years)	27.39	28.38

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

Radical Bio Organics Limited
Summary of significant accounting policies and other explanatory information
(All amounts in ₹ unless otherwise stated)

b) Defined Contribution Plan

The Company makes a contribution of provident fund as per Employees Provident Fund and Miscellaneous Provisions Act, 1952. Contributions made during the year ended March 31, 2024 is Rs. 14,22,045.

Additional information:

- a) Item wise break up for raw material, stores & spares and other material consumed:

Particulars	For year ended 31 Mar 2024		For year ended 31 Mar 2023	
	Quantity	Value (in Rs.)	Quantity	Value (in Rs.)
Raw materials				
(A) Maize & Broken rice (Quantity in Quintals)				
Opening stock	11,683	2,37,50,022	29,306	6,56,41,858
Add: Purchases during the year	7,99,814	1,94,66,65,721	7,92,645	1,65,34,87,899
	8,11,497	1,97,04,15,743	8,21,951	1,71,91,29,757
Less: Closing stock	15,867	3,87,00,022	11,683	2,37,50,022
Consumption	7,95,630	1,93,17,15,721	8,10,268	1,69,53,79,735
(B) Stores and Spares				
Opening stock	-	2,60,58,994	-	1,76,61,428
Add: Purchases during the year		14,11,56,449		16,68,94,287
	-	16,72,15,443	-	18,45,55,715
Less: Closing stock		3,26,42,044		2,60,58,995
Consumption	-	13,45,73,399	-	15,84,96,720
Other material				
Coal (Quantity in Metric tons)				
Opening stock	987	86,13,625	1,009	71,49,806
Add: Purchases during the year	44,458	30,32,19,762	43,238	37,97,32,980
	45,445	31,18,33,387	44,247	38,68,82,786
Less: Closing stock	435	29,81,713	987	86,13,625
Consumption	45,010	30,88,51,673	43,260	37,82,69,161

Radical Bio Organics Limited
Summary of significant accounting policies and other explanatory information
(All amounts in ₹ unless otherwise stated)

b) Item wise break up for finished goods dealt with by the Company:

Particulars	For year ended 31 Mar 2024		For year ended 31 Mar 2023	
	Quantity	Value (in Rs.)	Quantity	Value (in Rs.)
Finished goods				
(A) Extra Neutral Alcohol (Quantity in liters)				
Opening stock	11,37,180	6,69,79,265	1,54,299	78,40,598
Less: Closing stock	19,03,294	12,05,24,589	11,37,180	6,69,79,265
(Increase)/Decrease in Inventory	-7,66,114	-5,35,45,324	-9,82,881	-5,91,38,667
(B) DDGS (Quantity in Kgs)				
Opening stock	4,000	1,92,507	30,370	12,23,055
Less: Closing stock	34,62,453	15,58,59,680	4,000	1,92,507
(Increase)/Decrease in Inventory	-34,58,453	-15,56,67,172	26,370	10,30,548
(C) Others				
Opening stock	-	19,65,587	-	-
Less: Closing stock	-	23,05,265	-	19,65,587
(Increase)/Decrease in Inventory	-	-3,39,678	-	(19,65,587)

31. Related party disclosures

c) Names of the related parties and description of the relationship

Name of the party	Nature of relationship
Srinivas Reddy Buyyani	Wholetime Director
Venu Aravapalli	Wholetime Director/CFO
Sarala Buyyani	Managing Director
Radha Krishna Kalva	Director
Mahesh Reddy Koppula	Director
Narsimlu Amradi	Director
Srinivas Paladi	Director
Satish Kumar Palabatla	Director
A Praveena	Director
B. Brijesh Reddy	Relative of Mr. Srinivas Reddy B
SVR Bio Private Limited	Common Key Managerial Personnel
Praveen Traders	Narsimlu Amradi is a Partner
RK Traders	Radha Krishna Kalva is a Partner
SP Traders	Directors are Partners

d) Transactions with related parties

31 March 2024 31 March 2023

Radical Bio Organics Limited
Summary of significant accounting policies and other explanatory information
(All amounts in ₹ unless otherwise stated)

Director Salaries

Aravapalli Venu	60,00,000	60,00,000
Buyyani Srinivasa Reddy	60,00,000	60,00,000
A Praveena	6,00,000	
Sarala Buyyani	6,00,000	
Mahesh Reddy Koppula	1,00,000	6,00,000
Narsimhulu Amradi	1,00,000	6,00,000
Palabatla Satish Kumar	1,00,000	6,00,000
Radha Krishna Kalva	1,00,000	6,00,000
Srinivas Paladi	1,00,000	6,00,000
Total	1,37,00,000	1,50,00,000

31 March 2024 31 March 2023

Services Received – Expenditure

B. Brijesh Reddy	24,00,000	24,00,000
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31 March 2024 31 March 2023

Praveen Traders

Sales of DDGS	16,87,66,521	19,06,14,121
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31 March 2024 31 March 2023

SP Traders*

Sale of DDGS	14,05,42,311	16,81,68,333
Purchase of Grain	1,22,70,50,239	1,04,31,33,545
Purchase of Coal	33,61,63,907	41,60,15,152

***Note:** As the Radical Bio Organics Limited became NPA during the FY 2014-15 and later in Mar 2016, the facility of loan from banks have been handed over to the Asset Reconstruction agencies (Invent ARC Ltd and Pegasus Group Twenty-Seven Trust) to support the operations of the company resulting which the company became weaker to perform financially well in the eyes of bankers and financial institutions to avail any further working capital facility. It became very challenging to the company to sustain the operations in such cash crunch scenario. Hence, the promoters have decided to use separate entity ("SP Traders") which has been performing well across years and got the financial facilities by banks through which they were able to overcome the procurement challenges of the company.

32. Segment Reporting

The Company is engaged in the business of manufacturing of ethanol and technical alcohol. Since the business activity is governed by the same set of risks and returns and operating in the same economic environment, the whole business is treated as a single business and geographical segment. The said treatment is in accordance with the Accounting Standard-17, Segment reporting.

Radical Bio Organics Limited
Summary of significant accounting policies and other explanatory information
(All amounts in ₹ unless otherwise stated)

33. Earnings per share

Particulars	31 March 2024	31 March 2023
Nominal Value of Equity Shares (Rs. per share)	10	10
Profit/(loss) after taxation (Amount in Rs.) (A)	14,43,46,226	11,75,58,714
Weighted average number of Equity shares outstanding (B)	5,67,31,380	5,67,31,380
Basic and Diluted EPS (Rs. per share) (A/B)	2.54	2.07

34. Additional information as required under paragraph 5 of the part II of the Schedule III to the Act to the extent either "Nil" or "Not Applicable" has not been furnished.

35. FINANCIAL RATIOS:

S.NO	PARTICULARS	31 March 2024	31 March 2023
1	Current Ratio	0.50	0.34
2	Debt Equity Ratio	1.01	0.34
3	Debt Service Coverage Ratio	0.59	37.43
4	Return on Equity	0.29	0.37
5	Inventory Turnover Ratio	9.01	19.13
6	Trade Receivable Turnover Ratio	129.36	108.57
7	Trade Payable Turnover Ratio	4.90	4.95
8	Net Capital Turnover Ratio	3.29	7.36
9	Net Profit Ratio	0.04	0.04
10	Return on Capital Employed	0.23	0.34

36. Previous year's figures have been regrouped / rearranged to confirm to those of the current year.

This is the summary of significant accounting policies and other explanatory information referred to in our report of even date.

For **Jaideep Gaddam & Associates**
Chartered Accountants
FRN: 019149S

Jaideep Gaddam
per **Jaideep Gaddam**
Partner

M.No.: 226296



For and on behalf of the Board of Directors of
Radical Bio Organics Limited

Sarala Buyyani
Sarala Buyyani
Managing Director
DIN: 07668359

Buyyani Srinivas Reddy
Buyyani Srinivas Reddy
Wholetime Director
DIN: 02871922

Place: Hyderabad
Date: 31 Jul 2024.
UDIN: 24226296BKGWFG9099

Aravapalli Venu
Aravapalli Venu
CFO
DIN: 03620912

Jitendra Kumar
Jitendra Kumar
Company Secretary
Membership No: ACS 17529





JAIDEEP GADDAM & ASSOCIATES

INDEPENDENT AUDITOR'S REPORT

To The Members of M/s. Radical Bio Organics Limited.

Report on the Audit of the Financial Statements

Opinion

We have audited the Financial Statements of Radical Bio Organics Limited ("the Company"), which comprise the balance sheet as at 31st March 2024, and the statement of profit and loss for the year then ended, and statement of cash flows for the year then ended and notes to the Financial Statements, including a summary of significant accounting policies [hereinafter referred to as "the Financial Statements"].

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Financial Statements give the information required by the Companies Act, 2013 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the company as at March 31, 2024, and its profit/loss and its cash flows for the year ended on that date.

Basis for Opinion

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

Emphasis of Matters

We draw attention to the following matters in the notes to the financials of the Company:

- a) Note 27(b) to the financial statements, which describes the clarification given by the GST Department in the 52nd and 53rd GST Council meetings on the ambiguity as to applicability of whether GST or VAT on Extra Neutral Alcohol (ENA) product sales and procedures being followed by the company.
- b) Note 28(b) to the financial statements, which describes the treatment of CESS input credit on purchase of coal by the company and the reversal of input tax credit under various rules of GST laws.

“Information Other than the Financial Statements and Auditor’s Report Thereon”

The Company’s Board of Directors is responsible for the other information. Our opinion on the Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon.

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

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

Management’s Responsibility for the Financial Statements

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

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- a. Identify and assess the risks of material misstatement of the Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- b. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls
- c. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- d. Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- e. Evaluate the overall presentation, structure and content of the Financial Statements, including the disclosures, and whether the Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the 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 Financial Statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, We have given in the "**Annexure -A**", a statement on the matters specified in paragraph 3 and 4 of the order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - (c) As the company does not have any branches in addition to its registered office, reports on the accounts of the branch offices of the Company audited under Section 143(8) of the Act is not applicable for the current financial year.
 - (d) The Balance Sheet, the Statement of Profit and Loss dealt with by this Report are in agreement with the books of account.
 - (e) In our opinion, the aforesaid Financial Statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - (f) On the basis of the written representations received from the directors as on 31st March, 2024 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2024 from being appointed as a director in terms of Section 164(2) of the Act.
 - (g) With respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls vide notification dated June 13, 2017, have been reported in "**Annexure-B**".
 - (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations on the financial position in its financial statements – Please Refer Note-27 to the financial statements.

- ii The Company do not have any long-term contracts including derivative contracts for which there are any material foreseeable losses.
- iii. There are no amounts which are required to be transferred to the Investor Education and Protection Fund by the Company.

For Jaideep Gaddam & Associates

Chartered Accountants

FRN: 0191498



per **Jaideep Gaddam**

Partner

M.No.: 226296

Place: Hyderabad

Date: 31 July 2024

UDIN: 24226296BKGWFG9099



Annexure A to the Independent Auditor's Report- March 31, 2024

Annexure referred to in paragraph 1 under the heading of "Report on Other Legal and Regulatory Requirements" of our report on even date to the members of M/s. Radical Bio Organics Limited on the standalone financial statements for the year ended March 31, 2024

We report that:

- (i) In respect of Property, Plant and Equipment:
 - a) The company has maintained comprehensive fixed asset register showing full particulars, including quantitative details and situation of fixed assets.
 - b) The company is not having any intangible assets, so to this extent this clause is not applicable to the company.
 - c) The company has a program of verification of fixed assets at regular intervals to cover all the items in a phased manner over a period, which in our opinion is reasonable. Pursuant to the program, fixed assets were verified by the management during the year and according to the information and explanations given to us, the discrepancies noticed in such verification are not material and have been properly dealt with the books of account.
 - d) According to the information and explanations given to us, the title deeds of immovable properties disclosed in Note 12 to the Standalone financial statements, Are held in the name of the company.
 - e) The Company has not revalued any of its property, plant and equipment (including right of use of assets) or intangible asset of both during the financial year;
 - f) There is no proceeding have been initiated or pending against company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
- (ii)
 - a) According to the information and explanations given to us physical verification of inventory has been conducted at reasonable intervals by the management and no material discrepancies were noticed on physical verification.
 - b) Company has not been sanctioned any working capital limits from banks or financial institution on the basis of security of current assets during the financial year.
- (iii) The company has not granted any loan to the party covered in the register maintained under section 189 of the Companies Act, 2013.
- (iv) In our opinion and as per the information and explanations given to us, the company complied with the provisions of section 185 and 186 of the Companies Act, 2013 in respect of loans, investments, guarantees, and security.
- (v) The company has not accepted any deposits from the public in accordance with the provisions of sec 73 to 76 of the Companies Act, 2013 and the rules framed there under and hence Clause (v) of the order is not applicable to the company.
- (vi) We have broadly reviewed the books of accounts maintained by the company pursuant to the rules mentioned by Central government for maintenance of cost records under section 148(1) of the Act, related to the manufacture of industrial alcohol, and are of the opinion that prima facie, the specified accounts and records have been maintained. However, we have not made detailed verification of the same.

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

- a) The company generally not regular in depositing undisputed statutory dues like provident fund, employees' state insurance, income-tax, goods and service tax, duty of excise, value added tax, cess and other as applicable with the appropriate authorities.

Statute	Month	Amount (Rs.)	Due date	Paid date
Provident Fund	Apr-23	1,17,230	15-May-23	25-May-23
Provident Fund	May-23	1,13,314	15-Jun-23	13-Jun-23
Provident Fund	Jun-23	1,27,012	15-Jul-23	13-Jul-23
Provident Fund	Jul-23	1,27,064	15-Aug-23	18-Aug-23
Provident Fund	Aug-23	1,25,148	15-Sep-23	13-Sep-23
Provident Fund	Sep-23	1,24,656	15-Oct-23	19-Oct-23
Provident Fund	Oct-23	1,22,372	15-Nov-23	16-Nov-23
Provident Fund	Nov-23	1,21,983	15-Dec-23	14-Dec-23
Provident Fund	Dec-23	1,21,721	15-Jan-24	12-Jan-24
Provident Fund	Jan-24	1,17,580	15-Feb-24	16-Feb-24
Provident Fund	Feb-24	1,18,322	15-Mar-24	12-Mar-24
Provident Fund	Mar-24	1,13,168	15-Apr-24	25-Apr-24
	Total	14,49,570		
Statute	Month	Amount (Rs.)	Due date	Paid date
ESI Fund	Apr-23	39,026	15-May-23	26-May-23
ESI Fund	May-23	34,882	15-Jun-23	13-Jun-23
ESI Fund	Jun-23	35,993	15-Jul-23	15-Jul-23
ESI Fund	Jul-23	38,016	15-Aug-23	18-Aug-23
ESI Fund	Aug-23	40,668	15-Sep-23	13-Sep-23
ESI Fund	Sep-23	39,628	15-Oct-23	19-Oct-23
ESI Fund	Oct-23	39,179	15-Nov-23	16-Nov-23
ESI Fund	Nov-23	39,101	15-Dec-23	14-Dec-23
ESI Fund	Dec-23	37,940	15-Jan-24	12-Jan-24
ESI Fund	Jan-24	38,367	15-Feb-24	16-Feb-24
ESI Fund	Feb-24	37,542	15-Mar-24	12-Mar-24
ESI Fund	Mar-24	37,581	15-Apr-24	25-Apr-24
	Total	4,57,923		

- b) There were no undisputed amounts payable in respect of aforesaid dues outstanding as on 31 March, 2024 for a period of more than six months from the date they became payable.

(viii) The company has not recorded any transactions in the books of account which have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961. The previously unrecorded income has been properly recorded in the books of account during the year.

- (ix) With regards to repayment of loans and borrowings:
- a) The company has not defaulted in repayment of loans or borrowing to a financial institution, bank or to government.
 - b) The Company has not taken any loans or borrowings from the government and has not issued any debentures during the year and to the extent of this clause is not applicable to the company.
- (x)
- a) The company not raised any moneys by way of initial public offer or further public offer (including debt instruments). Therefore, to the extent of this clause is not applicable to the company.
 - b) The Company has not made any preferential allotment or private placement of shares or convertible debentures during the year; hence to the extent of this clause is not applicable to the company.
- (xi)
- a) According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
 - b) No report under sub-section (12) of section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government; hence this clause is not applicable.
- (xii)
- a) The Company is not a Nidhi Company hence compliance of Net Owned Funds to Deposits in the ratio of 1: 20 to meet out the liability is not applicable to the company;
 - b) The Company is not a Nidhi Company hence maintaining ten percent unencumbered term deposits as specified in the Nidhi Rules, 2014 to meet out the liability is not applicable to the company;
 - (c) The Company is not a Nidhi Company hence this clause is not applicable to the company.
- (xiii) According to the information and explanation given to us and based on the our examination of the records of the company, all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, where applicable and the details have been disclosed in the financial statements, etc., as required by the applicable accounting standards
- (xiv) During the year, the company has an internal audit system and that reports of Internal Auditor were Considered by the Statutory Auditor.
- (xv) As per the information and explanations given to us the company has not entered into any non-cash transactions with directors or persons connected with them during the year. Hence this clause is not applicable to the company.
- (xvi)
- (a) The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.
 - (b) The Company is not has conducted any Non-Banking Financial or Housing Finance activities; hence this clause is not applicable.
 - (c) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India; hence this clause is not applicable.

- (xvii) According to the information and explanations given to us and based on the audit procedures conducted we are of opinion that the company has not incurred any cash losses in the financial year and the immediately preceding financial year.
- (xviii) There has been no resignation of the statutory auditors during the year and accordingly, the provisions of the Order is not applicable to this extent.
- (xix) According to the information and explanations given to us and based on our examination of the records of the company and financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, the auditor's knowledge of the Board of Directors and management plans, we are in the opinion that no material uncertainty exists as on the date of the audit report that company is capable of meeting its liabilities existing at the date of Balance sheet as and when they fall due within a period of one year from the balance sheet date.
- (xx) The company did not engage in any projects other than ongoing projects, therefore second proviso to sub-section (5) of section 135 of Companies Act, 2013 is not applicable to the company; hence this clause is not applicable to the company.
- (xxi) The company neither have the subsidiary company nor the parent company where the consolidation procedure is to be complied with. Hence this clause does not apply to this company.

For Jaideep Gaddam & Associates

Chartered Accountants

FRN: 0191498

 per **Jaideep Gaddam**

Partner

M. No.: 226296

Place: Hyderabad

Date: 31 Jul 2024.



Annexure B to the Independent Auditor's Report- March 31, 2024

Annexure referred to in paragraph 2(g) under the heading of "Report on Other Legal and Regulatory Requirements" of our report on even date to the members of M/s. Radical Bio Organics Limited on the standalone financial statements for the year ended March 31, 2024,

Report on the Internal Financial controls under clause (i) of sub- Section 3 of Section 143 of the Companies Act, 2013 ("The Act")

We have audited the Internal Financial controls over financial reporting of M/s. Radical Bio Organics Limited ("The Company") as of March 31, 2024 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The management has the primary responsibility for the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error. Consequently, the responsibility of designing, implementing and maintaining appropriate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company's policies, safeguarding of its assets, the prevention and detection of frauds and errors also rests with the management.

Auditor's Responsibility

Our Responsibility is to express an opinion on the Company's Internal Financial Controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting ("the Guidance Note") and the Standards on Auditing issued by the Institute of Chartered Accountants of India (ICAI) and deemed to be prescribed by the Central Government in accordance with Section 143(10) of the 2013 Act, to the extent applicable to an audit of internal financial controls over financial reporting. These Guidance Note and Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness as at the balance sheet date.

Our audit of internal financial controls over financial reporting involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. 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 audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls over financial reporting.

Meaning of internal financial controls over financial reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (i) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (ii) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in

accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (iii) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

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 of 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.

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Opinion

In our opinion and according to the information and explanations given to us, the Company has, in all material respects, an adequate internal financial control system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2024, 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 **Jaideep Gaddam & Associates**

Chartered Accountants

FRN: 0191498


per **Jaideep Gaddam**

Partner

M. No.: 226296



Place: Hyderabad

Date: 31 Jul 2024.