Independent Auditors' Report To the Members of Rallis India Limited

Report on the Audit of Consolidated Financial Statements

Opinion

We have audited the consolidated financial statements of Rallis India Limited (hereinafter referred to as the 'Holding Company") and its subsidiary (Holding Company and its subsidiary together referred to as "the Group"), which comprise the consolidated balance sheet as at March 31, 2022, and the consolidated statement of profit and loss (including other comprehensive income), the consolidated statement of changes in equity and the consolidated statement of cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements"). In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 ("Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the consolidated state of affairs of the Group as at March 31, 2022, of its consolidated profit and other comprehensive loss, consolidated changes in equity and consolidated cash flows for the year then ended.

Basis for Opinion

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

Key Audit Matters

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

Revenue recognition (adjustments for sales return, rebate, discounts and incentives) (Refer note 3.18 and 45)

The Key Audit Matter	How the matter was addressed in our audit
As disclosed in Note 3.18 and 45 to the Consolidated financial statements, revenue is measured based on transaction price, which is the consideration, after deduction of estimated sales returns, rebates, discounts and incentives. Estimation of sales returns involves significant judgement and estimates. The estimation is dependent on various internal and external factors. These factors include, for example, climatic conditions, the length of time when a sale is made and when the sales return takes place, some of which are beyond the control of the Group. The recognition and measurement of rebates, discounts and incentives involves significant judgement and estimates, particularly the expected level of claims of each of the customers. Assumption of level of customer wise claims for rebates, discounts and incentives relates to estimating which of the Group's customers will ultimately be subject to a related rebate, discount and / or incentive.	Our audit procedures included following: – Understanding the process followed by the Group to determine the amount of accrual of sales returns, rebates, discounts and incentives; – Assessing the accounting policies of the Group regarding accounting for sales returns, rebates, discounts and incentives as against the criteria given in the accounting standards; – Testing the Group's key internal controls related to the development of assumption of expected returns based on experience, of level of customer wise claims for rebates, discounts, incentives and related accruals; – Testing the Group's process and key internal controls over the accrual of sales returns, rebates, discounts and incentives. Selecting samples of revenue transactions and marketing circulars. Rechecking accrual for rebates, discounts and incentives calculated in accordance with the eligibility criteria mentioned in the marketing circular;

The Key Audit Matter	How the matter was addressed in our audit
Evaluating the assumption of expected returns based on experience and level of customer wise claims for rebates, discounts and incentives underlying the estimate of accrual involves challenging auditor judgment. We identified the evaluation of accrual for sales returns, rebates, discounts and incentives as a key audit matter.	– Checking completeness and accuracy of the data used by the Group for accrual of sales returns, rebates, discounts and incentives and also checking the accrual for a selected sample of sales; – Examining historical trend of claims to assess the assumptions and judgements used by the Group in accrual of sales returns, rebates, discounts and incentives. Evaluating the Group's ability to accurately estimate the accrual for sales returns, rebates, discounts and incentives. Comparing historically recorded accruals to the actual amount of sales returns, rebates, discounts and incentives.

Impairment testing of other intangible assets and intangible assets under development (Refer note 3.16 and 6(b))

The Key Audit Matter	How the matter was addressed in our audit
The carrying amount of the intangible assets and intangible assets under development represents 2.98% of the Group's total assets. **Other intangible assets and intangible assets under development** As disclosed in Note 3.16 and 6(b) to the consolidated financial statements, the Group capitalizes costs incurred to apply for product registrations and cost incurred for developing hybrid seeds once technical feasibility is established. Impairment assessment is done for each product based on value in use. Measurement of value of intangible assets involves significant judgments and estimates in the Group's annual impairment assessment. The significance and magnitude is in relation to the costs capitalised and likelihood of obtaining product registration/ developing new hybrid seeds. We identified the measurement of value of intangible assets as a key audit matter.	Our audit procedures in respect of impairment testing of other intangible assets and intangible assets under development included the following: – Obtaining an understanding of the Group's process of determining likelihood of obtaining product registration and technical feasibility of hybrid seeds under development, future benefits expected from each product registration and hybrid seeds including intangibles under development using discounted future cash flows; – Comparing the Group's assessment with the past trends; – Assessing the discounted cash flow model; – Evaluating the assumptions and methodologies used by the Group; and Focusing on the adequacy of the Group's disclosures on key assumptions used for impairment testing of intangible assets and intangible assets under development.

Other Information

The Holding Company's management and Board of Directors are responsible for the other information. The other information comprises the information included in the Holding Company's annual report, but does not include the consolidated financial statements and our auditors' report thereon.

Our opinion on the consolidated 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 consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained 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 and Board of Directors' Responsibilities for the Consolidated Financial Statements

The Holding Company's Management and Board of Directors are responsible for the preparation and presentation of these consolidated financial statements in term of the requirements of the Act that give a true and fair view of the consolidated state of affairs, consolidated profit and other comprehensive loss, consolidated statement of changes in equity and consolidated cash flows of the Group in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act. The respective Management and Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of each company. and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Management and Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial statements, the respective Management and Board of Directors of the companies included in the Group are responsible for assessing the ability of each company to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Management and Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group is responsible for overseeing the financial reporting process of each company.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated 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 consolidated financial statements.

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

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on the internal financial controls with reference to the consolidated financial statements and the operating effectiveness of such controls based on our audit.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management and Board of Directors.
- Conclude on the appropriateness of Management and Board of Directors use of the going concern basis of accounting in preparation of consolidated financial statements and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the appropriateness of this assumption. 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 consolidated 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 Group (Holding Company and subsidiary) to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

- Obtain sufficient appropriate audit evidence regarding the financial information of such entity or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of financial information of such entity included in the consolidated financial statements of which we are the independent auditors. We remain solely responsible for our audit opinion. Our responsibilities in this regard are further described in sub-paragraph (a) of the section titled 'Other Matters' in this audit report.

We communicate with those charged with governance of the Holding Company and such other entity included in the consolidated financial statements of which we are the independent auditors 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 consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditors' 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.

Other Matters

(a) The financial statements of PT Metahelix Life Sciences Indonesia, subsidiary of the Holding Company whose financial statements reflect total assets (before consolidation adjustments) of ₹ Nil as at March 31, 2022, total revenues (before consolidation adjustments) of ₹ Nil and net cash outflows (before consolidation adjustments) amounting to ₹ 1.21 crores for the year ended on that date, as considered in the consolidated financial statements, have not been audited either by us or by other auditors, since the subsidiary is liquidated and ceased to exist with effect from March 23, 2022. Accordingly, consolidated financial statements include the income and expense of the subsidiary for the period April 1, 2021 to March 23, 2022. These unaudited financial statements have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of this subsidiary and our report in terms of sub-sections (3) of Section 143 of the Act in so far as it relates to the aforesaid subsidiary is based solely on such unaudited financial statements. In our opinion and according to the information and explanations given to us by the Management, these financial statements are not material to the Group.

Our opinion on the consolidated financial statements, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the financial statements certified by Management.

Report on Other Legal and Regulatory Requirements

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

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

   a) We have sought and obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statements;

   b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books;

   c) The consolidated balance sheet, the consolidated statement of profit and loss (including other comprehensive income), the consolidated statement of changes in equity and the consolidated statement of cash flows dealt with by this report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements;

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

   e) On the basis of the written representations received from the directors of the Holding Company as on March 31, 2022 taken on record by the Board of Directors of the Holding Company , none of the directors of the Holding Company is disqualified as on March 31, 2022 from being appointed as a director in terms of Section 164(2) of the Act; and

   f) With respect to the adequacy of the internal financial controls with reference to consolidated financial statements of the Holding Company incorporated in India and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".

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

   a. The consolidated financial statements disclose the impact of pending litigations as at March 31, 2022 on the consolidated financial position of the Group. Refer Note 40 to the consolidated financial statements;

   b. The Group did not have any long-term contracts for which there were any material foreseeable losses. The Group has made provision for foreseeable losses on derivative contracts – Refer Note 20 to the consolidated financial statements;

   c. There has been no delay in transferring amounts to the Investor Education and Protection Fund by the Holding Company during the year ended March 31, 2022; and

   d. (i) The management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Holding Company or its subsidiary company incorporated in India to or in any other persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall:

      - directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Holding Company or its subsidiary company incorporated in India; or
      - provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

      (ii) The management has represented, that, to the best of its knowledge and belief, no funds have been received by the Holding Company or its subsidiary company incorporated in India from any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Holding Company or its subsidiary company incorporated in India shall:

      - directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Funding Parties; or
      - provide any guarantee, security or the like from or on behalf of the Ultimate Beneficiaries.

      (iii) Based on such audit procedures as considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (d) (i) and (d) (ii) contain any material mis-statement.

e. The dividend declared or paid during the year by the Holding Company is in compliance with Section 123 of the Act.

(C) With respect to the matter to be included in the Auditor's report under section 197(16):

In our opinion and according to the information and explanations given to us, the remuneration paid during the current year by the Holding Company to its directors is in accordance with the provisions of Section 197 of the Act. The remuneration paid to any director by the Holding Company is not in excess of the limit laid down under Section 197 of the Act. The Ministry of Corporate Affairs has not prescribed other details under Section 197(16) which are required to be commented upon by us.

For **B S R & Co. LLP**
Chartered Accountants
Firm's Registration No: 101248W/W-100022

Tarun Kinger
Partner
Membership No: 105003
UDIN : 22105003AHMKGR2183

Mumbai
April 21, 2022

Annexure A to the Independent Auditors' Report – March 31, 2022

With reference to the Annexure referred to in the Independent Auditors' Report to the members of the Group on the consolidated financial statements for the year ended March 31, 2022, we report the following:

(i) According to the information and explanations given to us and based on our examination, there are no companies included in the consolidated financial statements of the Holding Company which are companies incorporated in India except the Holding Company. The Companies (Auditor's Report) Order (CARO) of the Holding Company did not include any unfavorable answers or qualifications or adverse remarks except as below:

Sr. No.	Name of the entities	CIN	Holding Company/ Subsidiary/ JV/ Associate	Clause number of the CARO report which is unfavourable or qualified or adverse
1	Rallis India Limited	L36992MH1948PLC014083	Holding Company	3(i)(c)

For **B S R & Co. LLP**
Chartered Accountants
Firm's Registration No: 101248W/W-100022

Tarun Kinger
Partner
Membership No: 105003
UDIN : 22105003AHMKGR2183

Mumbai
April 21, 2022

Annexure B to the Independent Auditors' Report – March 31, 2022

Report on the Internal Financial Controls with reference to the aforesaid consolidated financial statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

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

Opinion

In conjunction with our audit of the consolidated financial statements of Rallis India Limited ("the Holding Company") as of and for the year ended March 31, 2022, we have audited the internal financial controls with reference to consolidated financial statements of the Holding Company, as of that date.

In our opinion, the Holding Company, has, in all material respects, adequate internal financial controls with reference to consolidated financial statements and such internal financial controls were operating effectively as at March 31, 2022, based on the internal financial controls with reference to consolidated financial statements criteria established by the Holding Company considering the essential components of such internal controls stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (the "Guidance Note").

Management's Responsibility for Internal Financial Controls

The respective company's management and the Board of Directors are responsible for establishing and maintaining internal financial controls with reference to consolidated financial statements based on the criteria established by the respective company considering the essential components of internal control stated in the Guidance Note. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the respective company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditors' Responsibility

Our responsibility is to express an opinion on the internal financial controls with reference to consolidated financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls with reference to consolidated financial statements. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to consolidated financial statements were established and maintained and if such controls operated effectively in all material respects.

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls with reference to consolidated financial statements.

Meaning of Internal Financial Controls with reference to consolidated financial statements

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

Inherent Limitations of Internal Financial Controls with reference to consolidated financial statements

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

For **B S R & Co. LLP**
Chartered Accountants
Firm's Registration No: 101248W/W-100022

Tarun Kinger
Partner
Membership No: 105003
UDIN : 22105003AHMKGR2183

Mumbai
April 21, 2022

Consolidated Balance Sheet as at March 31, 2022

All amounts are in ₹ lakhs unless otherwise stated

	Notes	As at March 31, 2022	As at March 31, 2021
ASSETS			
Non-current assets			
a) Property, plant and equipment	4(a) & 4(a)(i)	53,138.33	39,246.07
b) Capital work-in-progress	4(a) & 4(a)(ii)	5,572.96	10,571.20
c) Investment property	5	11.99	12.40
d) Right-of-use asset	4 (b)	3,245.49	3,173.92
e) Goodwill on amalgamation	6(a)	19,582.31	19,582.31
f) Other intangible assets	6(b) & 6(b)(i)	1,096.20	1,083.41
g) Intangible assets under development	6(b) & 6(b)(ii)	7,432.73	5,877.18
h) Financial assets			
i) Investments	7	317.89	317.68
ii) Other financial assets	8 (i)	1,924.00	1,089.21
i) Non current tax assets	9.1	9,303.16	8,803.51
j) Other non-current assets	13	4,783.54	3,564.53
Total non-current assets		**1,06,408.60**	**93,321.42**
Current assets			
a) Inventories	10	93,799.19	76,319.81
b) Financial assets			
i) Investments	7	20,871.84	28,029.67
ii) Trade receivables	11 & 11.1	44,593.70	40,628.49
iii) Cash and cash equivalents	12.1	1,065.29	1,026.80
iv) Bank balances other than (iii) above	12.2	5,254.78	4,485.73
v) Other financial assets	8 (ii)	696.66	751.80
c) Other current assets	13	12,699.70	13,884.37
d) Assets classified as held for sale	14	413.82	413.82
Total current assets		**1,79,394.98**	**1,65,540.49**
Total assets		**2,85,803.58**	**2,58,861.91**
EQUITY AND LIABILITIES			
Equity			
a) Equity share capital	15	1,944.71	1,944.71
b) Other equity	16	1,67,720.66	1,57,135.24
Equity attributable to owners of the Holding Company		**1,69,665.37**	**1,59,079.95**
Non-controlling interest	17	-	68.60
Total equity		**1,69,665.37**	**1,59,148.55**
Liabilities			
Non-current liabilities			
a) Financial liabilities			
i) Borrowings	18.1	379.28	778.32
ii) Lease liabilities	18.2	2,165.12	2,155.34
b) Provisions	21	3,787.06	2,686.50
c) Deferred tax liabilities (Net)	22	2,133.49	2,638.06
d) Other non-current liabilities	24	6.79	8.30
Total non-current liabilities		**8,471.74**	**8,266.52**
Current liabilities			
a) Financial liabilities			
i) Borrowings	19	5,415.63	3,382.79
ii) Trade payables	23 & 23.1		
- total outstanding dues of micro enterprises and small enterprises		1,266.52	1,734.61
- total outstanding dues of creditors other than micro enterprises and small enterprises		73,986.63	57,872.22
iii) Other financial liabilities	20	10,566.82	14,101.15
iv) Lease liabilities	18.2	1,314.17	1,244.62
b) Other current liabilities	24	14,038.92	11,274.02
c) Provisions	21	793.72	1,426.16
d) Current tax liabilities	9.1	284.06	411.27
Total current liabilities		**1,07,666.47**	**91,446.84**
Total liabilities		**1,16,138.21**	**99,713.36**
Total equity and liabilities		**2,85,803.58**	**2,58,861.91**
See accompanying notes to the consolidated financial statements	1 to 50		

As per our report of even date attached
For B S R & Co. LLP
Chartered Accountants
Firm's Registration No. 101248W/W-100022

Tarun Kinger
Partner
Membership No. 105003

Mumbai, April 21, 2022

For and on behalf of the Board of Directors of Rallis India Limited

Sanjiv Lal — *Managing Director & CEO*
(DIN: 08376952)

R. Mukundan — *Director*
(DIN: 00778253)

Subhra Gourisaria — *Chief Financial Officer*
(M. No. 062955)

Yashaswin Sheth — *Company Secretary*
(M. No. A15388)

Mumbai, April 21, 2022

Consolidated Statement of Profit and Loss for the year ended March 31, 2022

All amounts are in ₹ lakhs except for earning per equity share information

		Notes	For the year ended March 31, 2022	For the year ended March 31, 2021
I	Revenue from operations	25	2,60,393.37	2,42,943.50
II	Other income	26	2,745.58	4,045.28
III	**Total Income (I+II)**		**2,63,138.95**	**2,46,988.78**
IV	**Expenses**			
	Cost of materials consumed	27	1,56,156.90	1,40,755.27
	Purchases of stock-in-trade	28	11,990.09	13,659.10
	Changes in inventories of finished goods, stock-in-trade and work-in-progress	29	(5,790.11)	(6,892.79)
	Employee benefits expense	30	23,914.23	21,600.18
	Finance costs	31	478.86	520.76
	Depreciation and amortisation expense	32	7,431.17	6,407.03
	Other expenses	33	46,716.35	41,533.81
	Total expense (IV)		**2,40,897.49**	**2,17,583.36**
V	**Profit before exceptional items and tax (III -IV)**		22,241.46	29,405.42
VI	**Exceptional items**	46	-	944.67
VII	**Profit before tax (V+VI)**		**22,241.46**	**30,350.09**
VIII	**Tax expense**			
	(1) Current tax	9.2	5,942.01	7,703.56
	(2) Deferred tax	9.2	(396.87)	(210.14)
	(3) Tax for earlier years	9.2	276.40	-
	Total tax expense (VIII)		**5,821.54**	**7,493.42**
IX	**Profit for the year (VII-VIII)**		**16,419.92**	**22,856.67**
X	**Other comprehensive income**			
	Items that will not be reclassified to profit or loss:			
	a) Remeasurements of the employee defined benefit plans		(87.12)	174.73
	b) Equity instruments through other comprehensive income		0.34	1.08
	Income tax relating to items that will not be reclassified to profit or loss		21.55	(43.39)
	Items that will be reclassified to profit or loss:			
	Exchange differences in translating the financial statements of a foreign operation		9.07	7.33
	Total other comprehensive income (net of taxes)		**(56.16)**	**139.75**
XI	**Total comprehensive income for the year (IX+X)**		**16,363.76**	**22,996.42**
XII	**Profit for the year attributable to:**			
	Owners of the Holding Company		16,420.18	22,856.62
	Non-controlling interests		(0.26)	0.05
			16,419.92	**22,856.67**
XIII	**Other comprehensive income attributable to:**			
	Owners of the Holding Company		(56.16)	139.75
	Non-controlling interests		-	-
			(56.16)	**139.75**
XIV	**Total comprehensive income attributable to:**			
	Owners of the Holding Company		16,364.02	22,996.37
	Non-controlling interests		(0.26)	0.05
			16,363.76	**22,996.42**
Earnings per equity share (of ₹ 1 each)		34		
(1)	Basic (In ₹)		8.44	11.75
(2)	Diluted (In ₹)		8.44	11.75
See accompanying notes to the consolidated financial statements		1 to 50		

As per our report of even date attached
For B S R & Co. LLP
Chartered Accountants
Firm's Registration No. 101248W/W-100022

Tarun Kinger
Partner
Membership No. 105003

Mumbai, April 21, 2022

For and on behalf of the Board of Directors of Rallis India Limited

Sanjiv Lal — *Managing Director & CEO*
(DIN: 08376952)

R. Mukundan — *Director*
(DIN: 00778253)

Subhra Gourisaria — *Chief Financial Officer*
(M. No. 062955)

Yashaswin Sheth — *Company Secretary*
(M. No. A15388)

Mumbai, April 21, 2022

Consolidated Statement of Changes in Equity for the year ended March 31, 2022

All amounts are in ₹ lakhs unless otherwise stated

A. Equity Share Capital

As at March 31, 2022

Balance at the beginning of the current reporting period	Changes in Equity Share Capital due to prior period errors	Restated balance as at April 1, 2021	Changes in equity share capital during the current year	Balance as at March 31, 2022
1,944.71	-	-	-	1,944.71

As at March 31, 2021

Balance at the beginning of the current reporting period	Changes in Equity Share Capital due to prior period errors	Restated balance as at April 1, 2020	Changes in equity share capital during the current year	Balance as at March 31, 2021
1,944.71	-	-	-	1,944.71

B. Other equity

Particulars	Attributable to the owners of the Holding Company								Non-controlling interests	Total
	Securities premium reserve	Retained earnings	Capital Reserve	Capital Redemption Reserve	General Reserve	Equity Instrument through OCI	Foreign currency translation reserve	Total		
Balance as at April 1, 2020	**8,793.88**	**1,03,177.26**	**1,243.10**	**8,151.77**	**17,649.93**	**1.05**	**(16.40)**	**1,39,000.59**	**68.55**	**1,39,069.14**
Profit for the year	-	22,856.62	-	-	-	-	-	22,856.62	0.05	22,856.67
Other comprehensive income (net of taxes)	-	131.34	-	-	-	1.08	7.33	139.75	-	139.75
Total comprehensive income	**-**	**22,987.96**	**-**	**-**	**-**	**1.08**	**7.33**	**22,996.37**	**0.05**	**22,996.42**
Payment of dividends	-	(4,861.72)	-	-	-	-	-	(4,861.72)	-	(4,861.72)
Balance as at March 31, 2021	**8,793.88**	**1,21,303.50**	**1,243.10**	**8,151.77**	**17,649.93**	**2.13**	**(9.07)**	**1,57,135.24**	**68.60**	**1,57,203.84**
Profit for the year	-	16,420.18	-	-	-	-	-	16,420.18	(0.26)	16,419.92
Other comprehensive income (net of taxes)	-	(65.58)	-	-	-	0.34	9.07	(56.17)	-	(56.17)
Total comprehensive income	**-**	**16,354.60**	**-**	**-**	**-**	**0.34**	**9.07**	**16,364.01**	**(0.26)**	**16,363.75**
Payment of dividends	-	(5,834.07)	-	-	-	-	-	(5,834.07)	(68.34)	(5,902.41)
Others	-	55.48	-	-	-	-	-	55.48	-	55.48
Balance as at March 31, 2022	**8,793.88**	**1,31,879.51**	**1,243.10**	**8,151.77**	**17,649.93**	**2.47**	**-**	**1,67,720.66**	**-**	**1,67,720.66**

As per our report of even date attached
For B S R & Co. LLP
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Tarun Kinger
Partner
Membership No. 105003

Mumbai, April 21, 2022

For and on behalf of the Board of Directors of Rallis India Limited

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Subhra Gourisaria (M. No. 062955) — *Chief Financial Officer*

Yashaswin Sheth (M. No. A15388) — *Company Secretary*

Mumbai, April 21, 2022

Consolidated Statement of Cash Flows for the year ended March 31, 2022

All amounts are in ₹ lakhs unless otherwise stated

		For the year ended March 31, 2022	For the year ended March 31, 2021
A	**CASH FLOW FROM OPERATING ACTIVITIES:**		
	Profit before tax	22,241.46	30,350.09
	Adjustments for :		
	Finance costs	478.86	520.76
	Depreciation and amortisation expense	7,431.17	6,407.03
	Interest income	(307.04)	(640.07)
	Dividend Income	(5.24)	(3.62)
	Fair valuation loss / (gain) on investment in Mutual fund	211.12	(295.87)
	Gain on redemption of current investments	(1,383.61)	(1,217.81)
	Credit balances written back	(173.48)	(494.15)
	Allowance for doubtful debts (Net)	716.62	538.26
	Advances written off	29.07	-
	Provision for Impairment of Intangible assets and Intangible assets under development	759.27	657.94
	Impairment of Intangible assets and Intangible assets under development written off	34.13	-
	(Reversal) / Provision for directors pension liability	(30.86)	65.50
	Provision for supplemental pay	88.26	49.49
	Provision / (Reversal) of gratuity	157.90	(397.54)
	Provision for compensated absences	165.70	256.73
	Mark-to-market loss on forward contract	54.45	72.48
	Net unrealised foreign exchange loss	235.85	176.60
	Loss / (Gain) on disposal of property, plant and equipment	248.63	(895.54)
	Operating profit before working capital changes	**30,952.26**	**35,150.28**
	Movements in working capital:		
	(Increase)/Decrease in Trade and other receivables	(4,624.65)	3,849.47
	(Increase) in Inventories	(17,469.09)	(6,399.30)
	(Increase) in other financial assets	(628.26)	(68.14)
	Decrease/(Increase) in other assets	486.94	(3,105.93)
	Increase/(Decrease) in trade payables	15,516.48	(3,767.36)
	(Decrease)/Increase in other financial liabilities	(3,539.68)	4,199.38
	Increase/(Decrease) in other liabilities	2,763.39	(730.27)
	Cash Generated from Operations	**23,457.39**	**29,128.13**
	Income taxes paid (net of refunds)	(6,875.81)	(7,456.70)
	Net Cash Flows Generated from Operating Activities (A)	**16,581.58**	**21,671.43**
B	**CASH FLOW FROM INVESTING ACTIVITIES:**		
	Interest received	321.72	498.82
	Dividend received	5.24	3.62
	Payments for property , plant and equipment (including adjustments on account of capital work-in-progress, capital creditors and capital advances)	(15,614.85)	(14,277.09)
	Payments for intangible assets	(2,886.86)	(2,571.70)
	Proceeds from disposal of property, plant and equipment	444.94	1,065.45
	Payment to Non-controlling Interest on liquidation	(68.34)	-
	Purchase of current investments	(66,500.54)	(63,002.70)
	Proceeds from sale of long term investments	-	63.08
	Proceeds from sale of current investments	74,830.86	66,354.13
	Investments in bank deposits	(951.79)	(4,288.30)
	Net Cash Flows (Used In) Investing Activities (B)	**(10,419.62)**	**(16,154.69)**

Consolidated Statement of Cash Flows for the year ended March 31, 2022

All amounts are in ₹ lakhs unless otherwise stated

	For the year ended March 31, 2022	For the year ended March 31, 2021
C CASH FLOW FROM FINANCING ACTIVITIES:		
Repayment of long-term borrowings (including current maturities)	(378.00)	(411.40)
Proceeds from short-term borrowings	2,465.60	6,833.64
Repayment of short-term borrowings	(465.60)	(6,383.64)
Payment of lease liabilities	(1,747.27)	(1,688.45)
Dividend paid on equity shares	(5,850.74)	(4,878.13)
Interest paid	(184.99)	(230.41)
Bank balances in dividend account	16.67	16.41
Net Cash Flows (Used In) Financing Activities (C)	**(6,144.33)**	**(6,741.98)**
Exchange difference on translation of foreign currency cash and cash equivalents (D)	**9.07**	**7.33**
Net Increase/(Decrease) in cash and cash equivalents (A) + (B) + (C) + (D)	**26.69**	**(1,217.91)**
Cash and Cash equivalents at the beginning of the year		
Cash in hand	1.91	3.14
Balances with banks in current account and deposit account	1,024.89	4,648.59
Bank overdrafts and cash credit facility (secured)*	(4.77)	(2,411.79)
Cash and Cash Equivalents as per Note 12.1	**1,022.03**	**2,239.94**
Net cash and cash equivalents as per Cash flow statement	**1,048.72**	**1,022.03**
Cash and Cash Equivalents at the End of the Year		
Cash in hand	1.60	1.91
Balances with banks in current account and deposit account	1,063.69	1,024.89
Bank overdrafts and cash credit facility (secured)*	(16.57)	(4.77)
Cash and Cash Equivalents as per Note 12.1	**1,048.72**	**1,022.03**
Debt reconciliation statement in accordance with Ind AS 7		
Opening balances		
Long-term borrowings (including current maturities)	1,156.34	1,567.74
Short-term borrowings (excluding bank overdrafts and cash credit facility)	3,000.00	2,550.00
Movements		
Long-term borrowings (including current maturities)	(378.00)	(411.40)
Short-term borrowings (excluding bank overdrafts and cash credit facility)	2,000.00	450.00
Closing balances		
Long-term borrowings (including current maturities)	778.34	1,156.34
Short-term borrowings (excluding bank overdrafts and cash credit facility)	5,000.00	3,000.00

* Bank overdrafts and cash credit facility are part of cash management system of the Group. Hence, considered as part of cash and cash equivalents.

See accompanying notes to the consolidated financial statements 1 to 50

As per our report of even date attached
For B S R & Co. LLP
Chartered Accountants
Firm's Registration No. 101248W/W-100022

Tarun Kinger
Partner
Membership No. 105003

Mumbai, April 21, 2022

For and on behalf of the Board of Directors of Rallis India Limited

Sanjiv Lal (DIN: 08376952) — *Managing Director & CEO*

R. Mukundan (DIN: 00778253) — *Director*

Subhra Gourisaria (M. No. 062955) — *Chief Financial Officer*

Yashaswin Sheth (M. No. A15388) — *Company Secretary*

Mumbai, April 21, 2022

Notes to the Consolidated Financial Statements for the year ended March 31, 2022

All amounts are in ₹ lakhs unless otherwise stated

1. Corporate Information

Rallis India Limited (the "Holding Company") is a public limited company domiciled in India and is incorporated under the provisions of the Companies Act applicable in India. The Holding Company's shares are listed on National Stock Exchange and Bombay Stock Exchange. Its parent and ultimate holding Group is Tata Chemicals Limited. The principal activity of the Group and its subsidiaries (hereinafter referred to as the "Group") is manufacture and marketing of Agri Inputs.

The Holding Company's registered office is at 23rd Floor, Lodha Excelus at New Cuffe Parade Off Eastern Freeway Wadala Mumbai 400037.

The Consolidated financial statements for the year ended March 31, 2022 were approved by the Board of Directors and authorised for issue on April 21, 2022.

During the previous year, erstwhile subsidiary of the company (Rallis Chemistry Exports Ltd) received approval for removal of its name from the register of companies w.e.f. March 29, 2021 and stands dissolved with effect from the said date.

PT Metahelix Lifesciences Indonesia (erstwhile subsidiary of the Company) had received approval for cancellation of its Company Registration Number and revocation of its business license in March 2021. Further, on March 23, 2022, PT Metahelix received a certificate for cancellation of its Tax Identification Number and consequentially ceased to be a subsidiary of the Company effective the said date.

2. Recent pronouncement

Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. On March 23, 2022, MCA amended the Companies (Indian Accounting Standards) Amendment Rules, 2022, applicable from April 1, 2022, as below:

Ind AS 103 – Reference to Conceptual Framework

The amendments specify that to qualify for recognition as part of applying the acquisition method, the identifiable assets acquired and liabilities assumed must meet the definitions of assets and liabilities in the Conceptual Framework for Financial Reporting under Indian Accounting Standards (Conceptual Framework) issued by the Institute of Chartered Accountants of India at the acquisition date. These changes do not significantly change the requirements of Ind AS 103. The Group does not expect the amendment to have any significant impact in its financial statements.

Ind AS 16 – Proceeds before intended use

The amendments mainly prohibit an entity from deducting from the cost of property, plant and equipment amounts received from selling items produced while the company is preparing the asset for its intended use. Instead, an entity will recognise such sales proceeds and related cost in profit or loss. The Group does not expect the amendments to have any impact in its recognition of its property, plant and equipment in its financial statements.

Ind AS 37 – Onerous Contracts - Costs of Fulfilling a Contract

The amendments specify that the 'cost of fulfilling' a contract comprises the 'costs that relate directly to the contract'. Costs that relate directly to a contract can either be incremental costs of fulfilling that contract (examples would be direct labour, materials) or an allocation of other costs that relate directly to fulfilling contracts. The amendment is essentially a clarification and the Group does not expect the amendment to have any significant impact in its financial statements.

Ind AS 109 – Annual Improvements to Ind AS (2021)

The amendment clarifies which fees an entity includes when it applies the '10 percent' test of Ind AS 109 in assessing whether to derecognise a financial liability. The Group does not expect the amendment to have any significant impact in its financial statements.

Ind AS 106 – Annual Improvements to Ind AS (2021)

The amendments remove the illustration of the reimbursement of leasehold improvements by the lessor in order to resolve any potential confusion regarding the treatment of lease incentives that might arise because of how lease incentives were described in that illustration. The Group does not expect the amendment to have any significant impact in its financial statements.

Notes to the Consolidated Financial Statements for the year ended March 31, 2022

All amounts are in ₹ lakhs unless otherwise stated

3. Significant accounting policies

3.1 Statement of compliance

The Consolidated financial statements of the Group have been prepared in accordance with Indian Accounting Standards (Ind AS) as per the Companies (Indian Accounting Standards) Rules, 2015 notified under Section 133 of Companies Act, 2013, (the 'Act') and other relevant provisions of the Act.

3.2 Basis of preparation and measurement

The Consolidated financial statements have been prepared on the historical cost basis, except for certain financial instruments which are measured at fair values at the end of each reporting period. Historical cost is based on the fair value of the consideration given in exchange for goods and services.

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

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Group uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the Consolidated financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1 - Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- Level 2 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- Level 3 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

3.3 Basis of consolidation

The Consolidated financial statements incorporate the financial statements of the Holding Company controlled by the Holding Company and its subsidiaries. Control is achieved when the Group:

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

The Group reassesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control listed above. When the Group has less than a majority of the voting rights of an investee, it has power over the investee when the voting rights are sufficient to give it the practical ability to direct the relevant activities of the investee unilaterally. The Group considers all relevant facts and circumstances in assessing whether or not the Group's voting rights in an investee are sufficient to give it power, including:

- the size of the Group's holding of voting rights relative to the size and dispersion of holdings of the other vote holders;
- potential voting rights held by the Group, other vote holders or other parties;
- rights arising from other contractual arrangements; and
- any additional facts and circumstances that indicate that the Group has, or does not have, the current ability to direct the relevant activities at the time that decisions need to be made, including voting patterns at previous shareholders' meetings.

Consolidation of a subsidiary begins when the Group obtains control over the subsidiary and ceases when the

Notes to the Consolidated Financial Statements for the year ended March 31, 2022

All amounts are in ₹ lakhs unless otherwise stated

Group loses control of the subsidiary. Specifically, income and expenses of a subsidiary acquired or disposed off during the year are included in the consolidated statement of profit and loss from the date the Group gains control until the date when the Group ceases to control the subsidiary.

Profit or loss and each component of other comprehensive income are attributed to the owners of the Group and to the non-controlling interests. Total comprehensive income of subsidiaries is attributed to the owners of the Group and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

When necessary, adjustments are made to the Consolidated financial statements of subsidiaries to bring their accounting policies into line with the Group's accounting policies.

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

The list of companies, controlled directly or indirectly by the Holding Company which are included in the Consolidated financial statements are as under:

Name	Relationship	Country of Incorporation	Ownership Interest	
			March 31, 2022	March 31, 2021
PT Metahelix Life Sciences Indonesia	Subsidiary	Indonesia	-	65.77%

3.4 Business combinations

Acquisitions of businesses are accounted for using the acquisition method. The consideration transferred in a business combination is measured at fair value, which is calculated as the sum of the acquisition-date fair values of the assets transferred by the Group, liabilities incurred by the Group to the former owners of the acquiree and the equity interests issued by the Group in exchange of control of the acquiree. Acquisition-related costs are recognised in profit or loss as incurred.

At the acquisition date, the identifiable assets acquired and the liabilities assumed are recognised at their fair value, except that:

- deferred tax assets or liabilities, and assets or liabilities related to employee benefit arrangements are recognised and measured in accordance with Ind AS 12 Income Taxes and Ind AS 19 Employee Benefits respectively; and
- assets (or disposal groups) that are classified as held for sale in accordance with Ind AS 105 Non-current Assets Held for Sale and Discontinued Operations are measured in accordance with that Standard.

Goodwill is measured as the excess of the sum of the consideration transferred, the amount of any non-controlling interests in the acquiree, and the fair value of the acquirer's previously held equity interest in the acquiree (if any) over the net of the acquisition-date amounts of the identifiable assets acquired and the liabilities assumed.

In case of a bargain purchase, before recognising a gain in respect thereof, the Group determines whether there exists clear evidence of the underlying reasons for classifying the business combination as a bargain purchase. Thereafter, the Group reassesses whether it has correctly identified all of the assets acquired and all of the liabilities assumed and recognises any additional assets or liabilities that are identified in that reassessment. The Group then reviews the procedures used to measure the amounts that Ind AS requires for the purposes of calculating the bargain purchase. If the gain remains after this reassessment and review, the Group recognises it in other comprehensive income and accumulates the same in equity as capital reserve. This gain is attributed to the acquirer. If there does not exist clear evidence of the underlying reasons for classifying the business combination as a bargain purchase, the Group recognises the gain, after reassessing and reviewing (as described above), directly in equity as capital reserve.

Non-controlling interests that are present ownership interests and entitle their holders to a proportionate share of the entity's net assets in the event of liquidation may be initially measured either at fair value or at the non-controlling interests' proportionate share of the recognised amounts of the acquiree's identifiable net assets. The choice

Notes to the Consolidated Financial Statements for the year ended March 31, 2022

All amounts are in ₹ lakhs unless otherwise stated

of measurement basis is made on a transaction-by-transaction basis. Other types of non-controlling interests are measured at fair value or, when applicable, on the basis specified in another Ind AS.

When the consideration transferred by the Group in a business combination includes assets or liabilities resulting from a contingent consideration arrangement, the contingent consideration is measured at its acquisition-date fair value and included as part of the consideration transferred in a business combination. Changes in the fair value of the contingent consideration that qualify as measurement period adjustments are adjusted retrospectively, with corresponding adjustments against goodwill or capital reserve, as the case maybe. Measurement period adjustments are adjustments that arise from additional information obtained during the 'measurement period' (which cannot exceed one year from the acquisition date) about facts and circumstances that existed at the acquisition date.

The subsequent accounting for changes in the fair value of the contingent consideration that do not qualify as measurement period adjustments depends on how the contingent consideration is classified.

Contingent consideration that is classified as equity is not remeasured at subsequent reporting dates and its subsequent settlement is accounted for within equity. Contingent consideration that is classified as an asset or a liability is remeasured at fair value at subsequent reporting dates with the corresponding gain or loss being recognised in profit or loss.

When a business combination is achieved in stages, the Group's previously held equity interest in the acquiree is remeasured to its acquisition-date fair value and the resulting gain or loss, if any, is recognised in profit or loss. Amounts arising from interests in the acquiree prior to the acquisition date that have previously been recognised in other comprehensive income are reclassified to profit or loss where such treatment would be appropriate if that interest were disposed off.

If the initial accounting for a business combination is incomplete by the end of the reporting period in which the combination occurs, the Group reports provisional amounts for the items for which the accounting is incomplete. Those provisional amounts are adjusted during the measurement period (see above), or additional assets or liabilities are recognised, to reflect new information obtained about facts and circumstances that existed at the acquisition date that, if known, would have affected the amounts recognised at that date.

3.5 Goodwill

Goodwill arising on amalgamation of a business is carried at cost as established at the date of acquisition of the business less accumulated impairment losses, if any.

For the purposes of impairment testing, goodwill is allocated to each of the Group's cash-generating units (or groups of cash-generating units) that is expected to benefit from the synergies of the combination.

A cash-generating unit to which goodwill has been allocated is tested for impairment annually, or more frequently when there is an indication that the unit may be impaired. If the recoverable amount of the cash generating unit is less than its carrying amount, the impairment loss is allocated first to reduce the carrying amount of any goodwill allocated to the unit and then to the other assets of the unit pro rata based on the carrying amount of each asset in the unit. Any impairment loss for goodwill is recognised directly in profit or loss. An impairment loss recognised for goodwill is not reversed in subsequent periods.

On disposal of the relevant cash-generating unit, the attributable amount of goodwill is included in the determination of the profit or loss on disposal.

3.6 Foreign and presentation currency

The Consolidated financial statements are presented in Indian Rupees (INR), which is also the Group's functional currency. All amounts have been rounded-off to the nearest ₹ lakhs, unless otherwise indicated.

3.7 Foreign currency translation

On initial recognition, all foreign currency transactions are translated into the functional currency using the exchange rates prevailing on the date of the transaction. As at the reporting date, foreign currency monetary assets and liabilities are translated at the exchange rate prevailing on

Notes to the Consolidated Financial Statements for the year ended March 31, 2022

All amounts are in ₹ lakhs unless otherwise stated

the Balance Sheet date and the exchange gains or losses are recognised in the Consolidated Statement of profit and loss.

3.8 Property plant and equipment (PPE)

(a) Recognition and measurement

On adoption of Ind AS , the Group retained the carrying value for all of its property, plant and equipment as recognised in the Consolidated financial statements as at the date of transition to Ind ASs, measured as per the previous GAAP and used that as its deemed cost as permitted by Ind AS 101 'First-time Adoption of Indian Accounting Standards'.

PPE are initially recognised at cost. The initial cost of PPE comprises its purchase price, including non-refundable duties and taxes net of any trade discounts and rebates. The cost of PPE includes interest on borrowings (borrowing cost) directly attributable to acquisition, construction or production of qualifying assets. Subsequent to initial recognition, PPE are stated at cost less accumulated depreciation (other than freehold land, which are stated at cost) and impairment losses, if any.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognised when replaced. All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred.

The residual values, useful life and depreciation method are reviewed at each financial year end to ensure that the amount, method and period of depreciation are consistent with previous estimates and the expected pattern of consumption of the future economic benefits embodied in the items of property, plant and equipment.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on disposal or retirement of an item of property, plant and equipment is determined as the difference between sales proceeds and the carrying amount of the asset and is recognised in profit or loss. Fully depreciated assets still in use are retained in Consolidated financial statements.

(b) Depreciation

Depreciation is recognised so as to write off the cost of assets (other than freehold land and capital work in progress) less their residual values over the useful lives, using the straight-line method ("SLM"). Management believes based on a technical evaluation (which is based on technical advice, taking into account the nature of the asset, the estimated usage of the asset, the operating conditions of the asset, past history of replacement, anticipated technological changes, manufacturers warranties and maintenance support, etc.) that the revised useful lives of the assets reflect the periods over which these assets are expected to be used, which are as follows:

Type/Category of Asset	Useful Lives (in years)– as per Companies Act, 2013	Useful Lives (in years)– as estimated by the Group
Buildings including factory buildings	3-60	3-60
General Plant and Machinery	8	1-36
Electrical Installations and Equipments	10	2-32
Furniture and Fixtures	10	3-28
Office Equipments	5	2-13
Vehicles	8	8-13
Computer and Data Processing Units	3-6	1-10
Laboratory Equipments	10	1-19
Leasehold improvements	NA	shorter of lease period or above estimated useful life

The carrying values of property, plant and equipment are reviewed for impairment when events or changes in circumstances indicate that the carrying value may not be recoverable.

Notes to the Consolidated Financial Statements for the year ended March 31, 2022

All amounts are in ₹ lakhs unless otherwise stated

(c) Gain or Loss on disposal

Any gain or loss on disposal of a property, plant and equipment is recognized in the Consolidated Statement of profit and loss.

3.9 Investment Property

(a) Recognition and Measurement

Land or building held to earn rentals or for capital appreciation or both rather than for use in the production or supply of goods or services or for administrative purposes; or sale in the ordinary course of business is recognised as Investment Property. Land held for a currently undetermined future use is also recognised as Investment Property.

An investment property is measured initially at its cost. The cost of an investment property comprises its purchase price and any directly attributable expenditure. After initial recognition, the Group carries the investment property at the cost less accumulated depreciation and accumulated impairment, if any.

The residual value and the useful life of an asset is reviewed at least at each financial year end and, if expectations differ from previous estimates, the change(s) is accounted for as a change in an accounting estimate in accordance with Ind AS 8 – Accounting Policies, Changes in Accounting Estimates and Errors.

(b) Depreciation

After initial recognition, the Group measures all of its investment property in accordance with Ind AS 16 – Property, Plant and Equipment requirements for cost model. The depreciable amount of an item of investment property is allocated on a systematic basis over its useful life. The Group provides depreciation on the straight line method. The Group believes that straight line method reflects the pattern in which the asset's future economic benefits are expected to be consumed by the Group. Based on internal technical evaluation, the management believes useful lives of the assets are appropriate. The depreciation method is reviewed at least at each financial year end and, if there has been a significant change in the expected pattern of consumption of the future economic benefits embodied in the asset, the method is changed to reflect the changed pattern. Such a change is accounted for as a change in an accounting estimate in accordance with Ind AS 8 – Accounting Policies, Changes in Accounting Estimates and Errors.

The depreciation charge for each period is generally recognised in the Consolidated Statement of profit and loss.

The estimated useful lives for the current and comparative periods are as follows:

Type/Category of Asset	Useful Lives (in years) – as per Companies Act, 2013	Useful Lives (in years) –as estimated by the Group
Buildings	60	60

(c) Fair Value

Fair value of investment property is based on a valuation by an independent valuer who holds a recognised and relevant professional qualification and has recent experience in the location and category of the investment property being valued. The fair value of investment property is disclosed in the Note 5.

(d) Gain or Loss on Disposal

Any gain or loss on disposal of an Investment Property is recognised in the Consolidated Statement of Profit and Loss.

3.10 Other intangible assets

Other intangible assets are measured on initial recognition at cost and subsequently are carried at cost less accumulated amortisation and accumulated impairment losses, if any.

An intangible asset is derecognised on disposal, or when no future economic benefits are expected from use or disposal. Gains or losses on derecognition are determined by comparing proceeds with carrying amount. These are included in profit or loss within other gains/ (losses).

The Group amortises intangible assets with a finite useful life using the straight-line method over the following range of useful lives:

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Type/Category of Asset	Useful Lives (in years) –as estimated by the Group
Product registrations	4
Seed development technology	3
Licenses and commercial rights	4
Computer software	2-9

The estimated useful life is reviewed annually by the management.

3.11 Leases

The Group has adopted Ind AS 116 effective from April 1, 2019 using modified retrospective approach. For the purpose of preparation of Consolidated Financial Information, management has evaluated the impact of change in accounting policies required due to adoption of Ind AS 116 for year ended March 31, 2020.

The Group assesses whether a contract contains a lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Group assesses whether: (i) the contact involves the use of an identified asset (ii) the Group has substantially all of the economic benefits from use of the asset through the period of the lease and (iii) the Group has the right to direct the use of the asset.

As a lessee, The Group recognises a right-of-use asset and a lease liability at the lease commencement date. The right of-use asset is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentives received.

The right-of-use asset is subsequently depreciated using the straight-line method from the commencement date to the earlier of the end of the useful life of the right-of-use asset or the end of the lease term. The estimated useful lives of right-of-use assets are determined on the same basis as those of property and equipment. In addition, the right-of-use asset is periodically reduced by impairment losses, if any, and adjusted for certain remeasurements of the lease liability.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the Group's incremental borrowing rate. Generally, the Group uses its incremental borrowing rate as the discount rate.

Lease payments included in the measurement of the lease liability comprise the fixed payments, including in-substance fixed payments.

The lease liability is measured at amortised cost using the effective interest method.

The Group has used number of practical expedients when applying Ind AS 116: - Short-term leases, leases of low-value assets and single discount rate.

The Group has elected not to recognise right-of-use assets and lease liabilities for short-term leases that have a lease term of 12 months or less and leases of low-value assets. The Group recognises the lease payments associated with these leases as an expense on a straight-line basis over the lease term. The Group applied a single discount rate to a portfolio of leases of similar assets in similar economic environment with a similar end date.

The Groups's leases mainly comprise land and buildings and Plant and equipment. The Group leases land and buildings for warehouse facilities. The Group also has leases for equipment.

3.12 Non-current assets held for sale

Non-current assets and disposal groups are classified as held for sale if their carrying amount will be recovered principally through a sale transaction rather than through continuing use. This condition is regarded as met only when the asset (or disposal group) is available for immediate sale in its present condition subject only to terms that are usual and customary for sales of such asset (or disposal group) and its sale is highly probable. Management must be committed

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to the sale, which should be expected to qualify for recognition as a completed sale within one year from the date of classification.

When the Group is committed to a sale plan involving disposal of an investment, the investment that will be disposed off is classified as held for sale when the criteria described above are met.

Non-current assets (and disposal groups) classified as held for sale are measured at the lower of their carrying amount and fair value less costs to sell.

3.13 Capital work-in-progress and other intangible assets under development

Capital work-in-progress/other intangible assets under development are carried at cost, comprising direct cost, related incidental expenses and attributable borrowing cost, less impairment losses if any.

3.14 Non-derivative financial instruments

Financial assets and liabilities are recognised when the Group becomes a party to the contractual provisions of the instrument. Financial assets and liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value measured on initial recognition of financial asset or financial liability.

Cash and cash equivalents

The Group considers all highly liquid financial instruments, which are readily convertible into known amounts of cash that are subject to an insignificant risk of change in value and having original maturities of three months or less from the date of purchase, to be cash equivalents. Cash and cash equivalents consist of balances with banks which are unrestricted for withdrawal and usage.

Financial assets at amortised cost

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

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

Financial assets are measured at fair value through other comprehensive income if these financial assets are held within a business whose objective is achieved by both collecting contractual cash flows that give rise on specified dates to solely payments of principal and interest on the principal amount outstanding and by selling financial assets.

The Group has made an irrevocable election to present subsequent changes in the fair value of equity investments not held for trading in Other Comprehensive Income.

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

Financial assets are measured at fair value through profit or loss unless it is measured at amortised cost or at fair value through other comprehensive income on initial recognition. The transaction costs directly attributable to the acquisition of financial assets and liabilities at fair value through profit or loss are immediately recognised in profit or loss.

Financial liabilities

Financial liabilities are measured at amortised cost using the effective interest method.

Equity instruments

An equity instrument is a contract that evidences residual interest in the assets of the Group after deducting all of its liabilities. Equity instruments recognised by the Group are measured at the proceeds received net of direct issue cost.

Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in Consolidated financial statements if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

Notes to the Consolidated Financial Statements for the year ended March 31, 2022

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3.15 Derivative financial instruments

The Group enters into certain derivative contracts to hedge risks which are not designated as hedges. Such contracts are accounted for at fair value through profit or loss and are included in other gains/ (losses).

3.16 Impairment

Financial assets (other than at fair value)

The Group assesses on a forward looking basis the expected credit losses associated with its assets carried at amortised cost and FVOCI debt instruments. The impairment methodology applied depends on whether there has been a significant increase in credit risk.

For trade receivables only, the Group applies the simplified approach permitted by Ind AS 109 Financial Instruments, which requires expected lifetime losses to be recognised from initial recognition of the receivables.

PPE and other intangibles assets

Property, plant and equipment and intangible assets with finite life are evaluated for recoverability whenever there is any indication that their carrying amounts may not be recoverable. If any such indication exists, the recoverable amount (i.e. higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the cash generating unit (CGU) to which the asset belongs.

If the recoverable amount of an asset (or CGU) is estimated to be less than its carrying amount, the carrying amount of the asset (or CGU) is reduced to its recoverable amount. An impairment loss is recognised in the Consolidated Statement of profit and loss.

An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. Such a reversal is made 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 amortisation, if no impairment loss had been recognised.

3.17 Inventories

Inventories are valued at lower of cost (on weighted average basis) and net realisable value after providing for obsolescence and other losses, where considered necessary. Cost includes all charges in bringing the goods to their present location and condition, including octroi and other levies, transit insurance and receiving charges. Work-in-progress and finished goods include appropriate proportion of overheads.

For seeds, remnant/substandard stocks are not valued and are accounted as revenue in the year of sale of such stock. Cost associated with hybrid seed production in leased land for which produce is yet to be received will be accounted as work-in-progress.

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

3.18 Revenue recognition

Revenue is measured at the fair value of the consideration received or receivable.

3.18.1 Sale of goods

Revenue is recognised upon transfer of control of promised goods to customers in an amount that reflects the consideration which the Group expects to receive in exchange for those goods.

Revenue from the sale of goods is recognised at the point in time when control is transferred to the customer which is usually on dispatch / delivery.

Revenue is measured based on the transaction price, which is the consideration, adjusted for volume discounts, rebates, scheme allowances, price concessions, incentives, and returns, if any, as specified in the contracts with the customers. Revenue excludes taxes collected from customers on behalf of the government. Accruals for discounts/ incentives and returns are estimated (using the most likely method) based on accumulated experience and underlying schemes and agreements with customers. Due to the short nature of credit period given to customers, there is no financing component in the contract.

The Group has adopted Ind AS 115 Revenue from contracts with customers, with effect from

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April 1, 2018. Ind AS 115 establishes principles for reporting information about the nature, amount, timing and uncertainty of revenues and cash flows arising from the contracts with its customers and replaces Ind AS 18 Revenue and Ind AS 11 Construction Contracts.

The Group has adopted Ind AS 115 using the cumulative effect method whereby the effect of applying this standard is recognised at the date of initial application (i.e. April 1, 2018). Impact on adoption of Ind AS 115 was not material.

3.18.2 Rendering of services

Income recognition for services takes place as and when the services are performed in accordance with IND AS 115.

3.18.3 Interest Income

Interest income from financial assets is recognised when it is probable that economic benefits will flow to the Group and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial assets to that asset's net carrying amount on initial recognition.

3.18.4 Dividend

Dividend income from investments is recognised when the shareholder's right to receive payment has been established (provided that it is probable that the economic benefits will flow to the Group and the amount of income can be measured reliably).

3.18.5 Insurance claims

Insurance claims are accounted for on the basis of claims admitted to the extent that there is no uncertainty in receiving the claims.

3.19 Government Grants

Government grants and subsidies are recognized when there is reasonable assurance that the Group will comply with the conditions attached to them and the grants / subsidy will be received. Government grants whose primary condition is that the Group should purchase, construct or otherwise acquire capital assets are presented by deducting them from the carrying value of the assets. The grant is recognized as income over the life of a depreciable asset by way of a reduced depreciation charge. Export benefits are accounted for in the year of exports based on eligibility and when there is no uncertainty in receiving the same.

Government grants in the nature of promoters' contribution like investment subsidy, where no repayment is ordinarily expected in respect thereof, are treated as capital reserve. Government grants in the form of non-monetary assets, given at a concessional rate, are recorded on the basis of their acquisition cost. In case the non-monetary asset is given free of cost, the grant is recorded at a nominal value.

Other government grants and subsidies are recognized as income over the periods necessary to match them with the costs for which they are intended to compensate, on a systematic basis.

3.20 Research and development expenses

Research expenditure is charged to the Consolidated Statement of profit and loss. Development costs of products are also charged to the consolidated Statement of Profit and Loss unless a product's technical feasibility has been established, in which case such expenditure is capitalised. Tangible assets used in research and development are capitalised.

3.21 Employee benefit expenses

Employee benefits consist of contribution to provident fund, superannuation fund, gratuity fund, compensated absences, supplemental pay and director pension liability.

3.21.1 Post-employment benefit plans

Defined Contribution plans

Payments to defined contribution retirement benefit scheme for eligible employees in the form of superannuation fund are charged as an expense as they fall due. Such benefits are classified as defined contribution schemes as the Group does not carry any further obligations, apart from the contributions made.

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Defined benefit plans

The Group operates various defined benefit plans-gratuity fund, supplemental pay and director pension liability.

The Group also makes contribution towards provident fund, in substance a defined contribution retirement benefit plan. The provident fund is administered by the Trustees of the Rallis India Limited Provident Fund. The rules of the Group's provident fund administered by the Trust, require that if the Board of Trustees are unable to pay interest at the rate declared by the Employees' Provident Fund by the Government under para 60 of the Employees' Provident Fund Scheme, 1952 for the reason that the return on investment is less or for any other reason, then the deficiency shall be made good by the Group. Having regard to the assets of the fund and the return on the investments, the Group does not expect any deficiency as at the year end.

The liability or asset recognised in the balance sheet in respect of its defined benefit plans is the present value of the defined benefit obligation at the end of the reporting period less the fair value of plan assets. The defined benefit obligation is calculated annually by actuaries using the projected unit credit method.

The present value of the said obligation is determined by discounting the estimated future cash outflows, using market yields of government bonds that have tenure approximating the tenures of the related liability.

The interest income / (expense) are calculated by applying the discount rate to the net defined benefit liability or asset. The net interest income / (expense) on the net defined benefit liability or asset is recognised in the Consolidated Statement of profit and loss.

Remeasurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognised in the period in which they occur, directly in other comprehensive income. They are included in retained earnings in the Consolidated Statement of Changes in Equity and in the Balance Sheet.

Changes in the present value of the defined benefit obligation resulting from plan amendments or curtailments are recognised immediately in profit or loss as past service cost.

3.21.2 Short term employee benefit

Compensated absences which accrue to employees and which can be carried to future periods but are expected to be encashed or availed in twelve months immediately following the year end are reported as expenses during the year in which the employees perform the services that the benefit covers and the liabilities are reported at the undiscounted amount of the benefits after deducting amounts already paid. Where there are restrictions on availment of encashment of such accrued benefit or where the availment or encashment is otherwise not expected to wholly occur in the next twelve months, the liability on account of the benefit is actuarially determined using the projected unit credit method.

2.22 Borrowing cost

Borrowing costs are interest and ancillary costs incurred in connection with the arrangement of borrowings. General and specific borrowing costs attributable to acquisition and construction of any qualifying asset (one that takes a substantial period of time to get ready for its designated use or sale) are capitalised until such time as the assets are substantially ready for their intended use or sale, and included as part of the cost of that asset. Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalisation. All the other borrowing costs are recognised in the Consolidated Statement of profit and loss within Finance costs of the period in which they are incurred.

3.23 Segment reporting

Operating segments are defined as components of an enterprise for which discrete financial information is available that is evaluated regularly by the chief operating decision maker, in deciding how to allocate resources and assessing performance. The Group's chief operating decision maker is the Managing Director & CEO of the Holding Company.

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Segment revenue, segment expenses, segment assets and segment liabilities have been identified to segments on the basis of their relationship to the operating activities of the segment. Inter segment revenue is accounted on the basis of transactions which are primarily determined based on market / fair value factors. Revenue, expenses, assets and liabilities which relate to the Group as a whole and are not allocable to segments on a reasonable basis have been included under "unallocated revenue / expenses / assets / liabilities".

3.24 Income tax

Income tax expense comprises current tax expense and the net change in the deferred tax asset or liability during the year. Current and deferred taxes are recognised in Consolidated Statement of profit and loss, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognised in other comprehensive income or directly in equity, respectively.

On March 30, 2019, MCA has issued amendment regarding the income tax Uncertainty over Income Tax Treatments. The notification clarifies the recognition and measurement requirements when there is uncertainty over income tax treatments. In assessing the uncertainty, an entity shall consider whether it is probable that a taxation authority will accept the uncertain tax treatment. This notification is effective for annual reporting periods beginning on or after April 1, 2019. As per the Group's assessment, there are no material income tax uncertainties over income tax treatments.

Current tax

Current tax is measured at the amount of tax expected to be payable on the taxable income for the year as determined in accordance with the provisions of the Income Tax Act, 1961.

Current tax assets and current tax liabilities are offset when there is a legally enforceable right to set off the recognized amounts and there is an intention to settle the asset and the liability on a net basis.

Deferred tax

Deferred income tax assets and liabilities are recognised for deductible and taxable temporary differences arising between the tax base of assets and liabilities and their carrying amount, except when the deferred income tax arises from the initial recognition of an asset or liability in a transaction that is not a business combination and affects neither accounting nor taxable profit or loss at the time of the transaction.

Deferred tax assets are recognised only to the extent that it is probable that either future taxable profits or reversal of deferred tax liabilities will be available, against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilised.

The carrying amount of a deferred tax asset shall be reviewed at the end of each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred income tax asset to be utilised.

Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the end of the reporting period and are expected to apply when the related deferred tax asset is realised or the deferred tax liability is settled.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority.

3.25 Accounting of Provisions, Contingent Liabilities and Contingent Assets

Provisions are recognized, when there is a present legal or constructive obligation as a result of past events, where it is probable that there will be outflow of resources to settle the obligation and when a reliable estimate of the amount of the obligation can be made. Where a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows. Where the effect is material, the provision is discounted to net present value using an appropriate current market-based pre-tax discount rate and the unwinding of the discount is included in finance costs.

Contingent liabilities are recognised only when there is a possible obligation arising from past events, due to occurrence or non-occurrence of one or more uncertain

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future events, not wholly within the control of the Group, or where any present obligation cannot be measured in terms of future outflow of resources, or where a reliable estimate of the obligation cannot be made. Obligations are assessed on an ongoing basis and only those having a largely probable outflow of resources are provided for.

Contingent assets are not disclosed in the Consolidated financial statements unless an inflow of economic benefits is probable.

3.26 Dividend to Equity shareholders

Dividend to equity shareholders is recognised as a liability and deducted from Shareholders' Equity, in the period in which the dividends are approved by the equity shareholders in the general meeting.

3.27 Earnings per share (EPS)

Basic EPS is computed by dividing the Profit or loss attributable to the equity shareholders of the Group by the weighted average number of Ordinary shares outstanding during the year. Diluted EPS is computed by adjusting the profit or loss attributable to the ordinary equity shareholders and the weighted average number of ordinary equity shares, for the effects of all dilutive potential Ordinary shares.

3A. Critical accounting judgements and key sources of estimation uncertainty

The preparation of the Consolidated financial statements in conformity with the Ind AS requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities and disclosures as at date of the Consolidated financial statements and the reported amounts of the revenues and expenses for the presented. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates under different assumptions and conditions.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

i. Critical Judgements

In the process of applying the Group`s accounting policies, management has made the following judgements, which have the most significant effect on the amounts recognized in the Consolidated financial statements:

Discount rate used to determine the carrying amount of the Group`s employee defined benefit obligation

In determining the appropriate discount rate for plans operated in India, the management considers the interest rates of government bonds in currencies consistent with the currencies of the post-employment benefit obligation.

Contingences and commitments

In the normal course of business, contingent liabilities may arise from litigations and other claims against the Group. Where the potential liabilities have a low probability of crystallizing or are very difficult to quantify reliably, we treat them as contingent liabilities. Such liabilities are disclosed in the notes but are not provided for in the Consolidated financial statements. Although there can be no assurance regarding the final outcome of the legal proceedings, we do not expect them to have a materially adverse impact on our financial position or profitability.

ii. Key sources of estimation uncertainty

The key assumptions concerning the future, and other key sources of estimation uncertainty at the end of the reporting period, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below:

Useful lives of property, plant and equipment

As described in Note 3, the Group reviews the estimated useful lives and residual values of property, plant and equipment at the end of each reporting period. During the current financial year, the management has reassessed the useful lives of certain property, plant and equipment and the impact of the change is not material for the year. There were no

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changes in residual values of the property, plant and equipment.

Allowances for doubtful debts

The Group makes allowances for doubtful debts based on an assessment of the recoverability of trade and other receivables. The identification of doubtful debts requires use of judgements and estimates. Where the expectation is different from the original estimate, such difference will impact the carrying value of the trade and other receivables and doubtful debts expenses in the period in which such estimate has been changed.

Allowances for inventories

Management reviews the inventory age listing on a periodic basis. This review involves comparison of the carrying value of the aged inventory items with the respective net realizable value. The purpose is to ascertain whether an allowance is required to be made in the Consolidated financial statements for any obsolete and slow-moving items. Management is satisfied that adequate allowance for obsolete and slow-moving inventories has been made in the Consolidated financial statements.

Liability for sales return

In making judgment for liability for sales return, the management considered the detailed criteria for the recognition of revenue from the sale of goods set out in Ind AS 18 and in particular, whether the Group had transferred to the buyer the significant risk and rewards of ownership of the goods. Following the detailed quantification of the Group's liability towards sales return, the management is satisfied that significant risk and rewards have been transferred and that recognition of the revenue in the current year is appropriate, in conjunction with the recognition of an appropriate liability for sales return.

Accruals for estimated product returns, which are based on historical experience of actual sales returns and adjustment on account of current market scenario is considered by Group to be reliable estimate of future sales returns.

Goodwill impairment

Goodwill is tested for impairment on an annual basis and whenever there is an indication that the recoverable amount of a cash generating unit is less than its carrying amount based on a number of factors including operating results, business plans, future cash flows and economic conditions. The recoverable amount of cash generating units is determined based on higher of value-in-use and fair value less cost to sell. The goodwill impairment test is performed at the level of the cash-generating unit or groups of cash-generating units which are benefitting from the synergies of the acquisition and which represent the lowest level at which goodwill is monitored for internal management purposes.

Market related information and estimates are used to determine the recoverable amount. Key assumptions on which management has based its determination of recoverable amount include estimated long term growth rates, weighted average cost of capital and estimated operating margins. Cash flow projections take into account past experience and represent management's best estimate about future developments.

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4 (a). Property, plant and equipment and Capital work-in-progress

	As at March 31, 2022	As at March 31, 2021
Carrying amount of:		
Freehold land	1,761.22	1,751.58
Leasehold Land	1,887.15	1,911.27
Leasehold improvements	918.79	367.28
Buildings	15,169.34	11,082.15
Plant and equipment	32,667.26	23,704.53
Furniture and fixtures	381.27	210.20
Vehicles	73.45	34.28
Office equipments	279.85	184.78
	53,138.33	**39,246.07**
Capital work-in-progress* (refer Note 4 (a) (ii))	5,572.96	10,571.20
*₹ 20,013.61 Lacs has been capitalised and transferred to property, plant and equipment during the year ended March 31, 2022		
	58,711.29	**49,817.27**

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4 (a) (i). Property, plant and equipment (continued)

	Gross block				Accumulated depreciation				Carrying amount
	As at April 1, 2021	Additions	Deductions/ Reclassification	As at March 31, 2022	As at April 1, 2021	Charge for the year	Deductions/ Reclassification	As at March 31, 2022	As at March 31, 2022
Freehold land	1,751.58	9.64	-	1,761.22	-	-	-	-	1,761.22
	187.01	*1,564.57*	-	*1,751.58*	-	-	-	-	*1,751.58*
Leasehold land	2,275.75	-	-	2,275.75	364.48	24.12	-	388.60	1,887.15
	2,275.75	-	-	*2,275.75*	*340.35*	*24.13*	-	*364.48*	*1,911.27*
Leasehold improvements	422.62	636.83	20.95	1,038.50	55.34	80.85	16.48	119.71	918.79
	165.11	*257.51*	-	*422.62*	*50.49*	*4.85*	-	*55.34*	*367.28*
Buildings	15,393.15	5,343.44	315.84	20,420.75	4,311.00	1,005.70	65.29	5,251.41	15,169.34
	14,747.38	*689.82*	*44.05*	*15,393.15*	*3,436.81*	*901.79*	*27.60*	*4,311.00*	*11,082.15*
Plant and equipment	40,127.82	13,544.47	2,511.61	51,160.68	16,423.30	4,163.55	2,093.43	18,493.42	32,667.26
	36,240.60	*5,028.29*	*1,141.07*	*40,127.82*	*14,129.27*	*3,315.99*	*1,021.96*	*16,423.30*	*23,704.53*
Furniture and fixtures	582.49	245.74	97.04	731.19	372.29	56.66	79.03	349.92	381.27
	570.91	*57.00*	*45.43*	*582.49*	*350.66*	*51.18*	*29.55*	*372.29*	*210.20*
Vehicles	55.37	52.28	6.14	101.51	21.09	13.11	6.14	28.06	73.45
	56.57	-	*1.20*	*55.37*	*11.87*	*10.42*	*1.20*	*21.09*	*34.28*
Office equipments	486.33	181.21	46.08	621.46	301.55	83.79	43.73	341.61	279.85
	412.35	*98.06*	*24.08*	*486.33*	*258.18*	*61.65*	*18.28*	*301.55*	*184.78*
Total	61,095.11	20,013.61	2,997.66	78,111.06	21,849.04	5,427.78	2,304.10	24,972.73	53,138.33
	54,655.68	*7,695.26*	*1,255.83*	*61,095.11*	*18,577.63*	*4,370.00*	*1,098.59*	*21,849.04*	*39,246.07*

Footnotes:

1. Cost of buildings includes cost of 10 shares (March 31, 2021 - 10 shares) of ₹ 50 each fully paid in respect of ownership flats in 2 (March 31, 2021- 2 flats) Co-operative Societies.
2. Buildings include assets carried at ₹ 0.63 lakhs (March 31, 2021 ₹ 0.69 lakhs) where the conveyance in favor of the Group has not been completed.
3. Plant and equipment includes plant and machinery, electrical installations and equipments, laboratory equipments and computers and data processing units.
4. Leasehold land include assets carried at ₹ 1,401.14 lakhs (as at March 31, 2021 ₹ 1,417.85 lakhs) for which the Group is in process of obtaining an extension for the fulfilment of pre-conditions of lease upon expiry of timeline.
5. Plant and equipment includes a unit having carrying cost of ₹ 1,002.63 lakhs (March 31, 2021 ₹ 895.95 lakhs) and land and building with a carrying cost of ₹ 715.71 lakhs (March 31, 2021 ₹ 752.63 lakhs) are subject to first charge to secure two of the Group's bank loans and other corporate body.
6. The Group has not capitalised any borrowing cost during the year (March 31, 2021 ₹ Nil).
7. The Group has not recognised any impairment loss during the year (March 31, 2021 ₹ Nil).
8. The figures in italics are for the previous year.
9. Also refer Note no. 4(c) for details of Title deeds of Immovable Property not held in the name of the Company, under the head Property, Plant and Equipment.

Notes to the Consolidated Financial Statements for the year ended March 31, 2022

All amounts are in ₹ lakhs unless otherwise stated

4 (a) (ii) : Capital work-in-progress ageing

(a) Ageing for capital work-in-progress balance as at March 31, 2022 is as follows :

Particulars	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	4,867.81	536.75	55.09	113.31	5,572.96

Ageing for capital work-in-progress balance as at March 31, 2021 is as follows :

Particulars	Amount in capital work-in-progress for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	10,299.40	155.54	2.95	113.31	10,571.20

(b) Following table represents Capital Work-in-Progress projects which have exceeded their original budgeted cost and/or expected time of completion :

As at March 31, 2022

Particulars	To be completed in				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Project 1	885.14	-	-	-	885.14
Project 2	13.55	-	-	-	13.55
Project 3	2,919.99	-	-	-	2,919.99
Other Projects*	1,275.77	-	-	113.31	1,389.08

As at March 31, 2021

Particulars	To be completed in				Total
	Less than1 year	1-2 years	2-3 years	More than 3 years	
Project 1	4,793.12	885.14	-	-	5,678.26
Project 2	1,088.65	13.55	-	-	1,102.20
Project 3	-	181.13	-	-	181.13
Other Projects*	13.32	1,531.82	-	113.31	1,658.45

*Other projects consists of projects which have been grouped together as the individual value is less than 10% of the total amount of CWIP.

4 (b). Right-of-use asset

	As at March 31, 2022	As at March 31, 2021
Carrying amount of:		
Vehicles	150.50	443.49
Plant and equipment	63.80	83.91
Buildings	2,785.80	2,338.91
Leasehold Land	245.39	300.68
Office equipments	-	6.93
	3,245.49	3,173.92

The aggregate depreciation expense on Right-of-use asset is included under depreciation and amortisation expense in the Consolidated Statement of Profit and Loss.

Notes to the Consolidated Financial Statements for the year ended March 31, 2022

All amounts are in ₹ lakhs unless otherwise stated

4 (b) : Right-of-use asset (continued)

Description	Gross block				Accumulated depreciation					Carrying amount
	As at April 1, 2021	Additions	Deductions/ Reclassification	As at March 31, 2022	As at April 1, 2021	Charge for the year	Deductions/ Reclassification	IND AS 38 capitalization	As at March 31, 2022	As at March 31, 2022
Vehicles	1,306.33	-	291.03	1,015.30	862.84	288.74	286.78	-	864.80	150.50
	2,019.26		*712.93*	*1,306.33*	*1,180.03*	*395.74*	*712.93*	-	*862.84*	*443.49*
Plant and Equipment	168.46	-	-	168.46	84.55	20.11	-	-	104.66	63.80
	168.46	-	-	*168.46*	*64.44*	*20.11*	-	-	*84.55*	*83.91*
Buildings	3,837.32	1,885.26	1,194.83	4,527.75	1,498.40	1,120.61	877.06	-	1,741.95	2,785.80
	3,250.35	*1,033.73*	*446.76*	*3,837.32*	*1,785.67*	*942.80*	*1,230.07*	-	*1,498.40*	*2,338.91*
Leasehold land	547.52	106.28	137.87	515.93	246.84	41.47	62.94	45.17	270.54	245.39
	349.57	*231.68*	*33.73*	*547.52*	*138.96*	*45.48*	*2.27*	*64.67*	*246.84*	*300.68*
Office Equipments	40.96	-	40.96	-	34.03	6.93	40.96	-	-	-
	74.35	-	*33.39*	*40.96*	*48.85*	*18.57*	*33.39*	-	*34.03*	*6.93*
Total	5,900.58	1,991.54	1,664.69	6,227.43	2,726.66	1,477.85	1,267.74	45.17	2,981.94	3,245.49
	5,861.99	*1,265.41*	*1,226.82*	*5,900.58*	*3,217.95*	*1,422.70*	*1,978.65*	*64.67*	*2,726.66*	*3,173.92*

Footnotes:

1. The aggregate depreciation expense on right-of-use asset is included under depreciation and amortisation expense in the Statement of Profit and Loss Note no 32.
2. Refer Note no. 36 "Leases" for Right-of-use asset movement.
3. The figures in italics are for the previous year.
4. Also refer Note 4(c) for details of Title deeds of Immovable Property not held in the name of the Company, under the head Right-of-use asset.

4 (c) : Title deeds of Immovable Property not held in the name of the Company

As at March 31, 2022

Relevant line item in the Balance sheet	Description of item of property	Gross carrying value	Title deeds held in the name of	Whether title deed holder is a promoter, director or relative of promoter/director or employee of promoter/director	Property held since which date	Reason for not being held in the name of the company
Property, Plant and Equipment	Land	1,401.14	Allotment Letter in the name of Rallis India Limited. Lease deed yet to be executed by Gujarat Industrial Development Corporators (GIDC)	NA	December 31, 2010	The plot has been allotted and is in the possession of the Company. The lease deed has not yet been executed by lessor. The Company is in process of fulfilling the usage of terms and conditions
Property, Plant and Equipment	Building	0.63	Tata Sons Private Limited and Tata Services Limited	NA	September 01, 1972	Flats are allotted to Rallis India Limited, Land is in name of Tata Sons Private Limited and Tata Services Limited for their proportionate share.

Notes to the Consolidated Financial Statements for the year ended March 31, 2022

All amounts are in ₹ lakhs unless otherwise stated

Relevant line item in the Balance sheet	Description of item of property	Gross carrying value	Title deeds held in the name of	Whether title deed holder is a promoter, director or relative of promoter/director or employee of promoter/director	Property held since which date	Reason for not being held in the name of the company
Property, Plant and Equipment	Building	21.81	Rallis India Limited	NA	February 01, 1985	The Company has filed a suit with regards to the title and is awaiting a decree. The Company possesses the certificate for shares held in the Cooperative Housing Society
Right- of-use asset	Building	0.82	Metahelix Life Sciences Limited (merged into Rallis India Limited w.e.f April 1, 2019)	NA	April 15, 2019	The agreements are in the name of Metahelix Life Sciences Limited (merged into Rallis India Limited w.e.f April 1, 2019)
Right- of-use asset	Building	308.27	Metahelix Life Sciences Limited (merged into Rallis India Limited w.e.f April 1, 2019)	NA	May 01, 2018 to July 01, 2020	The agreements are in the name of Metahelix Life Sciences Limited (merged into Rallis India Limited w.e.f April 1, 2019)
Right- of-use asset	Land	37.04	Metahelix Life Sciences Limited (merged into Rallis India Limited w.e.f April 1, 2019)	NA	June 15, 2017 to May 01, 2020	The agreements are in the name of Metahelix Life Sciences Private Limited (merged into Rallis India Limited w.e.f April 1, 2019)

As at March 31, 2021

Relevant line item in the Balance sheet	Description of item of property	Gross carrying value	Title deeds held in the name of	Whether title deed holder is a promoter, director or relative of promoter/director or employee of promoter/director	Property held since which date	Reason for not being held in the name of the company
Property, Plant and Equipment	Land	1,417.85	Allotment Letter in the name of Rallis India Limited. Lease deed yet to be executed by GIDC	NA	December 31, 2010	The plot has been allotted and is in the possession of the Company. The lease deed has not yet been executed by lessor. The Company is in process of fulfilling the usage of terms and conditions
Property, Plant and Equipment	Building	0.69	Tata Sons Private Limited and Tata Services Limited	NA	September 01, 1972	Flats are allotted to Rallis India Limited, Land is in name of Tata Sons Private Limited and Tata Services Limited for their proportionate share.

Notes to the Consolidated Financial Statements for the year ended March 31, 2022

All amounts are in ₹ lakhs unless otherwise stated

Relevant line item in the Balance sheet	Description of item of property	Gross carrying value	Title deeds held in the name of	Whether title deed holder is a promoter, director or relative of promoter/director or employee of promoter/director	Property held since which date	Reason for not being held in the name of the company
Property, Plant and Equipment	Building	22.77	Rallis India Limited	NA	February 01, 1985	The Company has filed a suit with regards to the title and is awaiting a decree. The Company possesses the certificate for shares held in the Cooperative Housing Society
Right- of-use asset	Building	1.60	Metahelix Life Sciences Limited (merged into Rallis India Limited w.e.f April 1, 2019)	NA	April 15, 2019	Agreement held in the name of erstwhile subsidiary Metahelix Life Sciences Private Limited which got merged with the Company w.e.f. April 1, 2019.
Right- of-use asset	Building	405.71	Metahelix Life Sciences Limited (merged into Rallis India Limited w.e.f April 1, 2019)	NA	May 01, 2018 to July 01, 2020	Agreement held in the name of erstwhile subsidiary Metahelix Life Sciences Private Limited which got merged with the Company w.e.f. April 1, 2019.
Right- of-use asset	Land	71.10	Metahelix Life Sciences Limited (merged into Rallis India Limited w.e.f April 1, 2019)	NA	June 15, 2017 to May 01, 2020	Agreement held in the name of erstwhile subsidiary Metahelix Life Sciences Private Limited which got merged with the Company w.e.f. April 1, 2019.

5. Investment property

	As at March 31, 2022	As at March 31, 2021
Carrying amounts of:		
Buildings	11.99	12.40
Total	**11.99**	**12.40**

Description	Gross block				Accumulated depreciation				Carrying amount
	As at April 1, 2021	Additions	Deductions	As at March 31, 2022	As at April 1, 2021	Charge for the year	Deductions	As at March 31, 2022	As at March 31, 2022
Buildings	14.90	-	-	14.90	2.50	0.41	-	2.91	11.99
	14.90	-	-	*14.90*	*2.08*	*0.42*	-	*2.50*	*12.40*
Total	14.90	-	-	14.90	2.50	0.41	-	2.91	11.99
	14.90	-	-	*14.90*	*2.08*	*0.42*	-	*2.50*	*12.40*

Footnotes:

1. Buildings includes 2 flats (March 31, 2021 - 2 flats) which are reclassified as Investment Property by the Group in accordance with IND AS-40 "Investment Property".
2. Cost of buildings include cost of 2 shares (March 31, 2021- 2 shares) of ₹ 100 each fully paid in respect of ownership flats in 2 (March 31, 2021- 2 flats) Co-operative Societies.
3. The Group has not capitalised any borrowing cost during the current year (March 31, 2021 - Nil).
4. Total fair value of Investment Property is ₹ 664.03 lakhs (March 31, 2021 ₹ 635.22 lakhs).Refer footnote (a) and (b).
5. The Group has not recognised any impairment loss during the year (March 31, 2021 Nil) .
6. The figures in italics are for the previous year.

(a) Fair Value Heirarchy

The fair value of investment property has been determined by external independent property valuers, having appropriate recognised professional qualification and recent experience in the location and category of the property being valued.

The fair value measurement for all of the investment property has been categoried as a Level 3 fair value based on the inputs to the valuation techniques used.

(b) Description of Valuation Technique used:

The Group obtains Independent Valuations of its investment property as per requirement of Ind AS 40. The fair value of the investment property has been derived using the Direct Comparison Method.The direct comparison approach involves a comparison of the investment property to similar properties that have actually been sold in arms-length distance from investment property or are offered for sale in the same region. This approach demonstrates what buyers have historically been willing to pay (and sellers willing to accept) for similar properties in an open and competitive market, and is particularly useful in estimating the value of the land and properties that are typically traded on a unit basis. This approach leads to a reasonable estimation of the prevailing price. Given that the comparable instances are located in close proximity to the investment property; these instances have been assessed for their locational comparative advantages and disadvantages while arriving at the indicative price assessment for investment property.The Group has not earned any material rental income on the above properties.

6 (a). Intangible assets

	As at March 31, 2022	As at March 31, 2021
Carrying amount of:		
Goodwill on Amalgamation	19,582.31	19,582.31
	19,582.31	**19,582.31**

Goodwill includes amount of ₹ 16,522.26 lakhs (March 31, 2021 ₹ 16,522.26 lakhs) allocated to Seeds division of Rallis India Limited (earlier named as Metahelix Life Sciences Ltd). The estimated value-in-use of this Cash Generating Unit "CGU" is based on the future cash flows using a 3.00 % (March 31, 2021 5.00%) annual growth rate for periods subsequent to the forecast period of 4 years and discount rate of 8.70 % (March 31, 2021 14.64%).

Goodwill of ₹ 3,060.05 lakhs (March 31, 2021 ₹ 3,060.05 lakhs) has been allocated to Geogreen division of Rallis India Limited (earlier named as Zero Waste Agro Organics Ltd).The estimated value-in-use of this Cash Generating Unit "CGU" is based on the future cash flows using a 5.00 % (March 31, 2021 5.00%) annual growth rate for periods subsequent to the forecast period of 4 years and discount rate of 8.70 % (March 31, 2021 14.64%).

An analysis of the sensitivity of the computation to a combined change in key parameters (operating margin, discount rates and long term average growth rate), based on reasonably probable assumptions, did not identify any probable scenario in which the recoverable amount of the CGU would decrease below its carrying amount.

Notes to the Consolidated Financial Statements for the year ended March 31, 2022

All amounts are in ₹ lakhs unless otherwise stated

6 (b). Other Intangible assets

	As at March 31, 2022	As at March 31, 2021
Carrying amount of:		
Product registrations	386.94	508.17
Computer software	332.39	278.62
Technical knowhow	425.50	296.62
Total	**1,144.83**	**1,083.41**
Less : Provision for Impairment for Technical Knowhow	(48.63)	-
Total	**1,096.20**	**1,083.41**
Intangible assets under development (Net of impairment)*	8,122.99	5,877.18
Less : Provision for Impairment of Intangible assets under development	(690.26)	-
* ₹ 607.82 Lacs has been capitalised and transferred to Other Intangible assets during the year ended March 31, 2022.		
	7,432.73	**5,877.18**

6(b)(i). Other intangible assets

Description	Gross block				Accumulated depreciation				Carrying amount
	As at April 1, 2021	Additions	Deductions	As at March 31, 2022	As at April 1, 2021	Charge for the year	Deductions	As at March 31, 2022	As at March 31, 2022
Product registrations	**1,554.13**	**64.16**	**6.25**	**1,612.04**	**1,045.96**	**184.48**	**5.34**	**1,225.10**	**386.94**
	1,259.33	*294.80*	-	*1,554.13*	*881.34*	*164.62*	-	*1,045.96*	*508.17*
Licences and commercial rights	**609.70**	-	-	**609.70**	**609.70**	-	-	**609.70**	-
	609.70	-	-	*609.70*	*609.70*	-	-	*609.70*	-
Computer software	**474.03**	**93.16**	-	**567.19**	**195.41**	**39.39**	-	**234.80**	**332.39**
	243.45	*230.58*	-	*474.03*	*162.55*	*32.86*	-	*195.41*	*278.62*
Technical Knowhow	**2,589.96**	**450.50**	**27.20**	**3,013.26**	**2,293.34**	**301.25**	**6.83**	**2,587.76**	**425.50**
	2,384.11	*205.85*	-	*2,589.96*	*1,876.91*	*416.43*	-	*2,293.34*	*296.62*
Total	**5,227.82**	**607.82**	**33.45**	**5,802.19**	**4,144.41**	**525.12**	**12.17**	**4,657.36**	**1,144.83**
	4,496.59	*731.23*	-	*5,227.82*	*3,530.50*	*613.91*	-	*4,144.41*	*1,083.41*

Footnotes:

1. The Group has not capitalised any borrowing cost during the year (March 31, 2021 ₹ Nil) .
2. The Group has recognised impairment loss during the current year ₹ 20.37 Lakhs (March 31, 2021 ₹ 52.30 Lakhs) .
3. The Group has internally developed Seed development technology for producing hybrid seeds, which is Technical Knowhow. The Carrying amount of Seed development technology of ₹ 425.51 lakhs (₹296.62 lakhs as at March 31, 2021) will be fully amortized in next 3 years.
4. The figures in italics are for the previous year.

Notes to the Consolidated Financial Statements for the year ended March 31, 2022

All amounts are in ₹ lakhs unless otherwise stated

6 (b)(ii). Intangible assets under development

(a) Ageing for intangible asset under development balance is as follows :

As at March 31, 2022

Particulars	Amount of Intangible assets under development for a period				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	2,401.19	2,311.18	1,572.34	1,838.28	8,122.99
Less : Provision for impairment	-	(96.24)	(98.21)	(495.81)	(690.26)
Project in progress	**2,401.19**	**2,214.94**	**1,474.13**	**1,342.47**	**7,432.73**

As at March 31, 2021

Particulars	Amount of Intangible assets under development for a period				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	2,382.56	1,322.47	867.88	1,304.27	5,877.18

(b) Following table represents intangible asset under development projects which have exceeded their original budgeted cost :

As at March 31, 2022

Particulars	To be completed in				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Other Projects*	172.02	69.90	-	-	241.92

As at March 31, 2021

Particulars	To be completed in				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Other Projects*	-	-	-	-	-

Note: Technical Knowhow project plans are assessed on annual basis and all the projects are executed as per rolling annual plan.

*Other projects consists of projects which have been grouped together as the individual value is less than 10% of the total amount of intangible asset under development.

Notes to the Consolidated Financial Statements for the year ended March 31, 2022

All amounts are in ₹ lakhs unless otherwise stated

7. Investments

	Nominal value (in ₹)	No. of shares	As at March 31, 2022	No. of shares	As at March 31, 2021
Non-current					
Quoted equity instruments (all fully paid)					
Investments carried at fair value through other comprehensive income (FVTOCI)					
Spartek Ceramics India Ltd.#	10	7,226	-	7,226	-
Nagarjuna Finance Ltd.#	10	400	-	400	-
Pharmaceuticals Products of India Limited#	10	10,000	-	10,000	-
Balasore Alloys Ltd.	5	504	0.03	504	0.05
J.K.Cement Ltd.	10	44	1.07	44	0.84
Total aggregate quoted equity investments		**A**	**1.10**	**A**	**0.89**
Unquoted equity instruments					
Investments carried at fair value through other comprehensive income (FVTOCI)					
Gk Chemicals and Fertilizers Limited (formerly known as Aich Aar Chemicals Pvt. Ltd.)#	10	1,24,002	-	1,24,002	-
Biotech Consortium India Ltd.	10	50,000	5.00	50,000	5.00
Indian Potash Ltd.	10	1,08,000	1.80	1,08,000	1.80
Bharuch Enviro Infrastructure Ltd.	10	36,750	3.68	36,750	3.68
Narmada Clean Tech Ltd. (formerly known as Bharuch Eco-Aqua Infrastructure Ltd.)	10	3,00,364	30.04	3,00,364	30.04
Cuddalore SIPCOT Industries Common Utilities Ltd.#	100	113	-	113	-
Patancheru Enviro-Tech Ltd.	10	10,822	1.08	10,822	1.08
Impetis Biosciences Ltd	10	4,63,271	275.19	4,63,271	275.19
Amba Trading & Manufacturing Company Private Ltd.#	10	1,30,000	-	1,30,000	-
Associated Inds. (Assam) Ltd.#	10	30,000	-	30,000	-
Uniscans & Sonics Ltd.#	10	96	-	96	-
Caps Rallis (Private) Ltd. (Nominal value of Zim. $ 2 each)#		21,00,000	-	21,00,000	-
Total aggregate unquoted investments		**B**	**316.79**	**B**	**316.79**
Total non-current investments		**(A+B)**	**317.89**	**(A+B)**	**317.68**

Footnote:

Amount is less than ₹ 0.01 lakhs.

Notes to the Consolidated Financial Statements for the year ended March 31, 2022

All amounts are in ₹ lakhs unless otherwise stated

Current	Units	As at March 31, 2022	Units	As at March 31, 2021
Investment in mutual funds - unquoted				
Investments carried at fair value through profit and loss (FVTPL)				
ICICI Overnight Fund - Direct Plan - Growth	-	-	11,75,064.24	1,304.10
TATA Liquid Fund - Direct Plan - Growth	83,617.38	2,809.92	4,841.08	157.22
ICICI Prudential Liquid Fund - Regular Plan - Growth	-	-	1,460.12	4.42
Kotak Saving Fund - Regular - Growth	-	-	88,15,376.19	2,973.48
SBI Low Duration Fund - Regular Plan - Growth	-	-	1,06,759.80	2,936.31
TATA Treasury Adv. Fund - Regular Plan - Growth	-	-	1,33,305.39	4,098.50
Nippon Money Market Fund - Direct Plan - Growth	47,169.14	1,580.43	1,16,822.59	3,762.56
Kotak Saving Fund - Regular Plan - Growth	3,14,624.70	109.77	3,14,624.70	106.12
HDFC Money Market Fund - Regular Plan - Growth	41,301.57	1,896.00	41,301.57	1,824.96
TATA Money Market Fund - Regular Plan - Growth	95,801.08	3,626.91	68,717.94	2,501.32
ICICI Money Market Fund - Regular Plan - Growth	4,87,635.97	1,483.56	3,07,143.81	900.15
UTI Treasury Adv Fund - Regular Plan - Growth	-	-	1,65,818.22	4,337.22
DSP Low Duration Fund - Regular Plan - Growth	-	-	2,01,17,991.39	3,123.31
Adity Birla Sunlife Liquid Plan - Growth -Regular Plan	3,26,938.11	1,113.02	-	-
ABSL Money Manager Fund	4,09,585.79	1,213.51	-	-
DSP Liquid Fund	56,399.03	1,716.22	-	-
UTI Liquid Fund	64,920.70	2,264.46	-	-
Kotak Liquid Fund	37,303.70	1,605.21	-	-
Nippon India Liquid Fund-Direct Growth Plan - Growth	15,421.90	803.18	-	-
Nippon India Liquid Fund-Growth Plan - Growth	3,986.32	205.87	-	-
HDFC Money Market Fund	9,667.22	443.78	-	-
Total current investments	**C**	**20,871.84**	**C**	**28,029.67**
Aggregate book value of quoted investments		**1.10**		**0.89**
Aggregate Market value of quoted investments		**1.10**		**0.89**
Aggregate carrying value of unquoted investments	**(B+C)**	**21,188.63**	**(B+C)**	**28,346.46**
Aggregate amount of impairment in value of investments		**-**		**-**

Notes to the Consolidated Financial Statements for the year ended March 31, 2022

All amounts are in ₹ lakhs unless otherwise stated

8. Other financial assets (at amortised cost) (Refer Note 1)

(Unsecured)

	As at March 31, 2022	As at March 31, 2021
(i) Non-current		
a) In other deposit accounts - original maturity more than 12 months	236.52	70.45
b) Security deposits	1,667.37	1,008.44
c) Interest accrued on fixed deposits with banks	20.11	10.32
Total	**1,924.00**	**1,089.21**
(ii) Current		
a) Unbilled revenue	49.84	85.11
b) Advances/Deposits considered doubtful of recovery	3,949.00	3,949.00
Less: Provision for doubtful loans and advances	(3,949.00)	(3,949.00)
c) Interest accrued on fixed deposit with banks	134.67	159.14
d) Others (Facilitation fees and solar power income receivable)	512.15	507.55
Total	**696.66**	**751.80**

Note 1:

(a) There is no amount due from director, other officer of the Group or firms in which any director is a partner or private companies in which any director is a director or member at any time during the reporting period.

(b) The Group has not advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) to or in any other persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall:

- directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the group or
- provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

9. Income Taxes

	As at March 31, 2022	As at March 31, 2021
9.1: Income-tax assets and liabilities		
Income-tax assets		
Advance tax (Net of provisions)	9,303.16	8,803.51
	9,303.16	**8,803.51**
Income-tax liabilities		
Provision for current tax (Net of advance tax)	284.06	411.27
	284.06	**411.27**

Notes to the Consolidated Financial Statements for the year ended March 31, 2022

All amounts are in ₹ lakhs unless otherwise stated

	For the year ended March 31, 2022	For the year ended March 31, 2021
9.2: Income tax recognised in profit or loss		
Current income tax:		
Current income tax charge	5,942.01	7,703.56
Total (A)	**5,942.01**	**7,703.56**
Deferred tax:		
In respect of current year	(396.87)	(210.14)
Total (B)	**(396.87)**	**(210.14)**
Tax for earlier years		
Adjustments in respect of current income tax of prior years	276.40	-
Total (C)	**276.40**	**-**
Income tax expense recognised in the Consolidated Statement of Profit and Loss in current year (A+B+C)	**5,821.54**	**7,493.42**
Income tax recognized in Other Comprehensive Income		
Income tax expense on remeasurements of employee defined benefit plans	20.01	(42.17)
Deferred tax expense on remeasurements of employee defined benefit plans	1.54	(1.22)
Total tax expense recognised in Other Comprehensive Income	**21.55**	**(43.39)**

Reconciliation of the tax expense and the accounting profit for the year is as follows:-

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Profit before tax	22,241.46	30,350.09
Income tax expense calculated @25.17% (PY @ 25.17%)	5,598.18	7,639.12
Effect of income that is exempt from taxation	185.81	(450.21)
Effect of expenses that are not deductible in determining taxable profit	129.83	110.62
Effect of expenses that are deductible in determining taxable profit	-	(4.17)
Effect of concessions (research & developments and others allowances)	(445.49)	(498.43)
Effect of write off/Provision for Impairments of Intangible assets	191.11	165.60
Effect of lower tax rates for the long term capital gain	(84.50)	(8.25)
Others	(29.80)	539.14
	5,545.14	**7,493.42**
Adjustments recognised in the current year in relation to the current tax of prior years	276.40	-
Income tax expense recognised in Consolidated Statement of profit and loss	**5,821.54**	**7,493.42**

Income tax expense recognised in Other Comprehensive Income

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Remeasurement of employee defined benefit (asset)/liability		
Before tax amount	(87.12)	174.73
Tax benefit / (expense)	21.55	(43.39)
Net of tax	**(65.57)**	**131.34**
Fair value of equity instruments through other comprehensive income	0.34	1.08
Net of tax	**0.34**	**1.08**
Exchange differences in translating the financial statements of a foreign operation	9.07	7.33
Net of tax	**9.07**	**7.33**
Total other comprehensive income (net of taxes)	**(56.16)**	**139.75**

Notes to the Consolidated Financial Statements for the year ended March 31, 2022

All amounts are in ₹ lakhs unless otherwise stated

10. Inventories (at lower of cost and net realisable value)

		As at March 31, 2022	As at March 31, 2021
a)	Raw materials (Including Goods-in-Transit of ₹ 1,885.33 lakhs (March 31, 2021 ₹ 2,125.69 lakhs))	28,724.90	17,868.58
b)	Work-in-progress (including intermediate goods)	3,948.35	5,102.10
c)	Finished goods	55,611.43	46,218.35
d)	Stock-in-trade (in respect of goods acquired for trading)	1,771.35	4,350.91
e)	Stores and spares	1,590.13	961.64
f)	Packing materials	2,153.03	1,818.23
Total		**93,799.19**	**76,319.81**

Footnotes:

(i) The cost of inventories recognised as an expense during the year was ₹ 1,62,487.22 lakhs (March 31, 2021 ₹ 1,48,770.88 lakhs).

(ii) The cost of inventories recognised as an expense includes ₹ 2,763.13 lakhs (March 31, 2021 ₹ 1,259.81 lakhs) in respect of adjustment of inventories to net realisable value/slow moving, and has been reduced by ₹ 419.27 lakhs (March 31, 2021 ₹ 248.17 lakhs) in respect of reversal of such write-downs.

(iii) The mode of valuation of inventories has been stated in note 3.17.

(iv) Bank overdrafts, cash credit and short-term loan from bank facility are secured by first paripassu charge on inventories (including raw material, finished goods and work-in-progress) and book debts (refer note 11 and 19).

11. Trade receivables

	As at March 31, 2022	As at March 31, 2021
Current		
Secured, considered good	949.46	682.09
Unsecured, considered good	43,644.24	39,946.40
Credit impaired	2,920.81	3,082.92
Loss allowance	(2,920.81)	(3,082.92)
Total	**44,593.70**	**40,628.49**

Footnotes:

(i) The average credit period ranges from 15 days to 180 days.

(ii) Before accepting any new customer, the Group assesses the potential customer's credit quality and defines credit limits by customer. Limits attributed to customers are reviewed annually. Of the trade receivable balance as at March 31, 2022, receivables amounting to ₹ 6,312.57 lakhs are due from two customers (as at March 31, 2021 ₹ 8,810.62 lakhs is due from three customers), for which credit risk is mitigated by export credit guarantee. There are no other customers who represent more than 5% of the total balance of trade receivable.

(iii) No trade or other receivable are due from directors or other officers of the Group either severally or jointly with any other person. Nor any trade or other receivables are due from firms or private companies respectively in which any director is a partner, a director or a member.

Notes to the Consolidated Financial Statements for the year ended March 31, 2022

All amounts are in ₹ lakhs unless otherwise stated

(iv) Movement in the expected credit loss allowance

Particulars	As at March 31, 2022	As at March 31, 2021
Balance at the beginning of the year	3,082.92	2,544.66
Less: Provision written back and bad debts written off during the year	878.73	-
Add: Provision made during the year	716.62	538.26
Balance at the end of the year	**2,920.81**	**3,082.92**

(v) Bank overdrafts, cash credit facility and short-term loans from bank are secured by first paripassu charge on inventories (including raw material, finished goods and work-in-progress) and book debts (refer note 10 and 19).

11.1. Trade receivables

Ageing for Trade Receivables outstanding as at March 31, 2022 is as follows :

Particulars		Unbilled Receivable	Outstanding for following periods from due date of payment						
			Not Due	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
(i)	Undisputed Trade receivables – considered good	-	30,545.78	13,390.07	110.56	273.28	192.11	81.90	44,593.70
(ii)	Undisputed Trade Receivables –which have significant increase in credit risk	-	-	-	-	-	-	-	-
(iii)	Undisputed Trade Receivables –credit impaired	-	-	-	-	78.04	80.51	1,201.86	1,360.41
(iv)	Disputed Trade Receivables– considered good	-	-	-	-	-	-	-	
(v)	Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	-	-
(vi)	Disputed Trade Receivables – credit impaired	-	22.39	62.55	102.28	308.07	345.32	719.79	1,560.40
Less : Loss Allowance		**-**	**(22.39)**	**(62.55)**	**(102.28)**	**(386.11)**	**(425.83)**	**(1,921.65)**	**(2,920.81)**
Total		**-**	**30,545.78**	**13,390.07**	**110.56**	**273.28**	**192.11**	**81.90**	**44,593.70**

Notes to the Consolidated Financial Statements for the year ended March 31, 2022

All amounts are in ₹ lakhs unless otherwise stated

Ageing for Trade Receivables outstanding as at March 31, 2021 is as follows :

Particulars	Outstanding for following periods from due date of payment							
	Unbilled Receivable	Not Due	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed Trade receivables – considered good	-	*30,940.93*	*8,594.03*	*684.07*	*132.96*	*0.39*	*276.11*	*40,628.49*
(ii) Undisputed Trade Receivables –which have significant increase in credit risk	-	-	-	-	-	-	-	-
(iii) Undisputed Trade Receivables –credit impaired	-	-	-	-	*128.46*	*30.42*	*1,267.12*	*1,426.00*
(iv) Disputed Trade Receivables– considered good	-	-	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	*4.28*	*123.99*	*27.11*	*455.10*	*573.61*	*472.83*	*1,656.92*
Less : Loss Allowance	-	*(4.28)*	*(123.99)*	*(27.11)*	*(583.56)*	*(604.03)*	*(1,739.95)*	*(3,082.92)*
Total	-	*30,940.93*	*8,594.03*	*684.07*	*132.96*	*0.39*	*276.11*	*40,628.49*

12. Cash and bank balances

	As at March 31, 2022	As at March 31, 2021
12.1: Cash and cash equivalents		
a. Balances with banks in current accounts	1,063.69	1,024.89
b. Cash on hand	1.60	1.91
Total Cash and cash equivalents as per Balance Sheet	**1,065.29**	**1,026.80**
Bank overdrafts and cash credit facility (secured)	(16.57)	(4.77)
Cash and cash equivalents as per Consolidated Statement of cash flows	**1,048.72**	**1,022.03**
12.2: Other bank balances		
a. In other deposit accounts - original maturity more than 3 months and less than 12 months	4,807.37	4,003.61
b. In earmarked accounts:		
i. Balances held for unpaid / unclaimed dividend accounts	129.45	146.12
ii. Bank deposits as margin money against bank guarantees - original maturity more than 3 months and less than 12 months	317.96	336.00
Total other bank balances	**5,254.78**	**4,485.73**

Footnote:

The Group has not entered into non cash investing and financing activities.

Notes to the Consolidated Financial Statements for the year ended March 31, 2022

All amounts are in ₹ lakhs unless otherwise stated

13. Other assets

(Unsecured, considered good)

	As at March 31, 2022	As at March 31, 2021
Non-current		
Capital advances	1,251.14	700.79
Deposit with public bodies	217.51	210.15
Claims receivable from public bodies	549.98	537.42
Prepaid lease rental	2,650.69	1,967.11
Prepaid expenses	114.22	149.06
Total	**4,783.54**	**3,564.53**
Current		
Statutory dues receivable from government authorities		
Goods and Services Tax receivable	4,383.69	4,299.62
Custom duty	74.40	-
Export benefit receivable	412.72	702.99
Inventory recoverable	4,127.38	3,997.04
Advances recoverable		
Advances to suppliers	937.84	2,546.15
Less: Provision for doubtful advances	-	-
Advances to employees	268.29	275.94
Others (Receivable from Govt and gas distribution company etc.)	943.27	526.83
Prepaid lease rental	95.56	89.74
Prepaid expenses	1,456.55	1,446.06
Total	**12,699.70**	**13,884.37**

Footnote:

Loans to employees includes ₹ Nil (2021: ₹ Nil) due from officer of the Group. Maximum balance outstanding during the year is ₹ Nil (2021 : ₹ Nil).

14. Assets classified as held for sale

	As at March 31, 2022	As at March 31, 2021
Freehold land	244.91	244.91
Buildings	168.91	168.91
Total	**413.82**	**413.82**

Footnote:

The Group intends to dispose off Freehold land and Buildings which it no longer utilises in the next 12 months. The Group is currently in negotiation with some potential buyers. No impairment loss was recognised on reclassification of the assets as held for sale nor as at reporting date as the management of the Group expect that the fair value (estimated based on the recent market prices of similar assets in similar locations) less costs to sell is higher than the carrying amount.

Notes to the Consolidated Financial Statements for the year ended March 31, 2022

All amounts are in ₹ lakhs unless otherwise stated

15. Share capital

	As at March 31, 2022	As at March 31, 2021
Authorised share capital :		
500,000,000 (March 31, 2021 500,000,000) equity shares of ₹ 1 each with voting rights	5,000.00	5,000.00
150,000,000 (March 31, 2021 150,000,000) preference shares of ₹ 10 each	15,000.00	15,000.00
28,887,800 (March 31, 2021 28,887,800) equity shares of ₹ 10 each with voting rights	2,888.78	2,888.78
Issued, subscribed and paid up capital comprises:		
Issued shares		
194,470,890 (March 31, 2021 194,470,890) equity shares of ₹ 1 each	1,944.71	1,944.71
Subscribed and fully paid up		
194,468,890 (March 31, 2021 194,468,890) equity shares of ₹ 1 each	1,944.69	1,944.69
Forfeited shares		
2,000 (March 31, 2021 2,000) equity shares of ₹ 1 each	0.02	0.02
	1,944.71	**1,944.71**

Footnotes:

a. **Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the year:**

Fully paid equity shares	Number of shares	Amount of share capital
Balance at March 31, 2021	19,44,68,890	1,944.69
Movements during the year	-	-
Balance at March 31, 2022	**19,44,68,890**	**1,944.69**

b. The Holding Company has issued one class of equity shares having a par value of ₹ 1 per share. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Holding Company after distribution of all preferential amounts, in proportion to their shareholding.

c. **Details of shares held by the Parent Company**

Fully paid equity shares	Number of fully paid equity shares	Amount of share capital
Tata Chemicals Limited		
As at March 31, 2021	9,73,41,610	973.42
As at March 31, 2022	**9,73,41,610**	**973.42**

d. **Details of shares held by each shareholder holding more than 5% shares in the Holding Company:**

Fully paid equity shares	Number of fully paid equity shares	% holding of equity shares
Tata Chemicals Limited		
As at March 31, 2021	9,73,41,610	50.06%
As at March 31, 2022	**9,73,41,610**	**50.06%**
Rakesh Jhunjhunwala		
As at March 31, 2021	2,00,55,820	10.31%
As at March 31, 2022	**2,00,55,820**	**10.31%**

e. As per records of the Holding Company as at March 31, 2022, no calls remain unpaid by the directors and officers of the Holding Company.

Notes to the Consolidated Financial Statements for the year ended March 31, 2022

All amounts are in ₹ lakhs unless otherwise stated

15.1. Share capital

Disclosure of shareholding of Promoters as at March 31, 2022 is as follows :

Particulars			Shares held by promoters as at March 31, 2022		Shares held by promoters as at March 31, 2021		% Change during the year
S. No	Promoter name	Class of shares	No. of Shares	%of total shares	No. of Shares	%of total shares	
1	Tata Chemicals Limited	Equity Shares	9,73,41,610	50.06%	9,73,41,610	50.06%	NIL

Disclosure of shareholding of Promoter group as at March 31, 2022 is as follows :

Particulars			Shares held by promoter group as at March 31, 2022		Shares held by promoter group as at March 31, 2021		% Change during the year
S. No	Promoter group name	Class of shares	No. of Shares	%of total shares	No. of Shares	%of total shares	
1	Ewart Investments Limited	Equity Shares	75,000	0.04%	75,000	0.04%	NIL

Disclosure of shareholding of Promoters as at March 31, 2021 is as follows :

Particulars			Shares held by promoters as at March 31, 2021		Shares held by promoters as at March 31, 2020		% Change during the year
S. No	Promoter name	Class of shares	No. of Shares	%of total shares	No. of Shares	%of total shares	
1	Tata Chemicals Limited	Equity Shares	9,73,41,610	50.06%	9,73,41,610	50.06%	NIL

Disclosure of shareholding of Promoter group as at March 31, 2021 is as follows :

Particulars			Shares held by promoter group as at March 31, 2021		Shares held by promoter group as at March 31, 2020		% Change during the year
S. No	Promoter group name	Class of shares	No. of Shares	%of total shares	No. of Shares	%of total shares	
1	Ewart Investments Limited	Equity Shares	75,000	0.04%	75,000	0.04%	NIL

16. Other equity

	As at March 31, 2022	As at March 31, 2021
General reserve	17,649.93	17,649.93
Securities premium reserve	8,793.88	8,793.88
Retained earnings	1,31,879.51	1,21,303.50
Foreign currency translation reserve on consolidation	-	(9.07)
Capital redemption reserve	8,151.77	8,151.77
Capital reserve	1,243.10	1,243.10
Reserve for equity instruments through Other Comprehensive Income	2.47	2.13
	1,67,720.66	**1,57,135.24**

Notes to the Consolidated Financial Statements for the year ended March 31, 2022

All amounts are in ₹ lakhs unless otherwise stated

16.1. General reserve

	As at March 31, 2022	As at March 31, 2021
Balance at beginning of year	17,649.93	17,649.93
Balance at the end of year	**17,649.93**	**17,649.93**

General reserve is used from time to time to transfer profits from retained earnings for appropriation purposes. As the general reserve is created by a transfer from one component of equity to another and is not an item of other comprehensive income , items included in the general reserve will not be reclassified subsequently to profit or loss.

16.2: Securities premium reserve

	As at March 31, 2022	As at March 31, 2021
Balance at beginning of year	8,793.88	8,793.88
Balance at the end of year	**8,793.88**	**8,793.88**

Amount received on issue of shares in excess of the par value has been classified as security share premium.

16.3. Retained earnings

	As at March 31, 2022	As at March 31, 2021
Balance at beginning of year	1,21,303.50	1,03,177.26
Other Comprehensive Income arising from remeasurement of employee defined benefit obligation (Net of taxes)	(65.58)	131.34
Profit attributable to the owners of the Holding Company	16,420.18	22,856.62
Others	55.48	-
Payment of dividend on equity shares - Final	(5,834.07)	(4,861.72)
Balance at the end of year	**1,31,879.51**	**1,21,303.50**

Retained Earnings represents net profit after distributions. It also includes balance of remeasurement of net defined benefit obligation (net of taxes).

16.4: Capital redemption reserve

	As at March 31, 2022	As at March 31, 2021
Balance at beginning of year	8,151.77	8,151.77
Balance at the end of year	**8,151.77**	**8,151.77**

Capital redemption reserve is created out of profits on redemption of capital.

16.5.Capital reserve

	As at March 31, 2022	As at March 31, 2021
Balance at beginning of year	1,243.10	1,243.10
Balance at the end of year	**1,243.10**	**1,243.10**

Capital reserve includes profit on amalgamation of entities.

Notes to the Consolidated Financial Statements for the year ended March 31, 2022

All amounts are in ₹ lakhs unless otherwise stated

16.6. Reserve for equity instruments through Other Comprehensive Income

	As at March 31, 2022	As at March 31, 2021
Balance at beginning of year	2.13	1.05
Additions during year	0.34	1.08
Balance at the end of year	**2.47**	**2.13**

The group has elected to recognise changes in the fair value of investments in equity instruments in other comprehensive income. These changes are accumulated within the FVTOCI equity investments within equity. Balance in Other Comprehensive Income is transferred to retained earnings on disposal of the investment.

16.7. Foreign currency translation reserve on consolidation

	As at March 31, 2022	As at March 31, 2021
Balance at beginning of year	(9.07)	(16.40)
Movements		
Additions during year	9.07	7.33
Balance at the end of year	**-**	**(9.07)**

These comprises of all exchange differences arising from translation of financial statements of foreign subsidiaries.

17. Non-controlling interest

	As at March 31, 2022	As at March 31, 2021
Balance at beginning of year	68.60	68.55
Movements		
Amount Paid to Non-controlling Interest on liquidation	(68.34)	-
Share of loss for the year	(0.26)	0.05
Balance at the end of year	**-**	**68.60**

18.1. Non-current borrowings

	As at March 31, 2022	As at March 31, 2021
Secured - at amortised cost		
Secured loan from other corporate bodies (refer note (ii))	-	9.98
Unsecured -at amortised cost		
Term loan from bank (refer note(ii)	-	300.00
Sales tax deferral under a state government scheme (refer note(i))	379.28	468.34
Total	**379.28**	**778.32**

Notes to the Consolidated Financial Statements for the year ended March 31, 2022

All amounts are in ₹ lakhs unless otherwise stated

Summary of borrowing arrangements

(i) Sales tax deferral scheme:

The loan is repayable in annual installments which ranges from a maximum of ₹ 113.11 lakhs to a minimum of ₹ 24.12 lakhs over the period stretching from April 1, 2022 to March 31, 2027. The amount outstanding is free of interest.

The balance outstanding as at March 31, 2022 is ₹ 478.34 lakhs (March 31, 2021 ₹ 522.64 lakhs) of which ₹ 89.06 lakhs (March 31, 2021 ₹ 54.30 lakhs) has been grouped under note 19 current borrowings which are payable in next 12 months.

(ii) The terms of repayment of term loans and other loans are stated below:

As at March 31, 2022

Particulars	Amount outstanding	Terms of Repayment	Rate of interest
Secured loan from other corporate bodies	9.99	Term loan from Biotechnology Industry Partnership Project is secured by hypothecation of all equipment, apparatus machineries, machinery spares, tools and other accessories, goods and/or the other movable property, present and future to a value equivalent to the amount of loan and interest thereon and the royalty payable on grant-in-aid till the full and final settlement of all dues. The Balance outstanding as at March 31, 2022 is ₹ 9.99 lakhs which is repayable along with interest in remaining 2 equal half yearly installments for project ended on July 2017 (Maize), is shown under note 19 Current Borrowings.	2.00%
Unsecured term loan from bank	300.00	The loan is repayable in 20 quarterly installments. The repayment begins after a moratorium of 24 months from February 2018. The first repayment of ₹ 75.00 lakhs falls due in May 2018. The balance outstanding as at March 31, 2022 is ₹ 300 lakhs which has been grouped under note 19 Current Borrowings, which are payable in next 12 months.	7.20% to 7.90%

As at March 31, 2021

Particulars	Amount outstanding	Terms of Repayment	Rate of interest
Secured loan from other corporate bodies	25.38	Term loan from Biotechnology Industry Partnership Project is secured by hypothecation of all equipment, apparatus machineries, machinery spares, tools and other accessories, goods and/or the other movable property, present and future to a value equivalent to the amount of loan and interest thereon and the royalty payable on grant-in-aid till the full and final settlement of all dues. The Balance outstanding as at March 31, 2021 is ₹ 25.38 lakhs which is repayable along with interest in remaining 4 equal half yearly installments for project ended on July 2017 (Maize) of which ₹ 15.40 lakhs has been grouped under note note 19 Current Borrowings, which are payable in next 12 months.	2.00%
Unsecured term loan from bank	600.00	The loan is repayable in 20 quarterly installments. The repayment begins after a moratorium of 24 months from February 2018. The first repayment of ₹ 75.00 lakhs falls due in May 2018. The balance outstanding as at March 31, 2021 is ₹ 600 lakhs of which ₹ 300 lakhs has been grouped under note 19 Current Borrowings, which are payable in next 12 months.	7.35% to 8.35%
Loan from the Council of Scientific and Industrial Research	8.32	Term loan from Council of Scientific and Industrial Research: The balance payable as on March 31, 2021 is ₹ 8.32 lakhs. The same is repayable along with interest in 1 annual installment and has been grouped under note 19 Current Borrowings, which are payable in next 12 months.	3.00%

Notes to the Consolidated Financial Statements for the year ended March 31, 2022

All amounts are in ₹ lakhs unless otherwise stated

(iii) Utilisation of borrowed funds and share premium

The Group has not received any funds from any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Group shall:

- directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Funding Party or
- provide any guarantee, security or the like from or on behalf of the Ultimate Beneficiaries.

18.2. Lease liabilities

	As at March 31, 2022	As at March 31, 2021
Non-current		
Lease liabilities (refer note 36)	2,165.12	2,155.34
Total	**2,165.12**	**2,155.34**
Current		
Lease liabilities (refer note 36)	1,314.17	1,244.62
Total	**1,314.17**	**1,244.62**

19. Current borrowings

	As at March 31, 2022	As at March 31, 2021
Secured*		
Loans repayable on demand from banks		
Bank overdrafts and cash credit facility (refer footnote (i) and (ii))	16.57	4.77
Short-term loan from bank (refer footnote (iii))	5,000.00	3,000.00
Current maturity of long-term borrowings (refer note 18.1 (ii))		
Term loan from bank	300.00	300.00
Others	99.06	78.02
Total	**5,415.63**	**3,382.79**

Footnotes:

(i) These Bank overdrafts and cash credit facility is secured by first paripassu charge on inventories (including raw material, finished goods and work-in-progress) and book debts (refer note 10 and 11).

(ii) The weighted average effective interest rate on the bank loans is 7.15% p.a. (for March 31, 2021 7.12% p.a.).

(iii) Total amount of working capital credit limits is ₹ 23,550 lakhs (March 31, 2021 ₹ 23,550 lakhs) from Consortium of Banks led by State Bank of India. These facilities are secured against trade receivables and inventories. As on March 31, 2022, amount utilised by the Company is ₹ 10,260.37 lakhs (As at March 31, 2021 : ₹ 8,680.27 lakhs).

Notes to the Consolidated Financial Statements for the year ended March 31, 2022

All amounts are in ₹ lakhs unless otherwise stated

(iv) The terms of short-term loan is stated below

As at March 31, 2022

Particulars	Amount outstanding	Terms of Repayment	Rate of Interest
Secured short-term loan from bank is secured by first paripassu charge on inventories (including raw material, finished goods and work-in-progress) and book debts (refer note 11 and 12)	3,000.00	The loan is repayable within 360 days from the date of availment	4.37%
Secured short-term loan from bank is secured by first paripassu charge on inventories (including raw material, finished goods and work-in-progress) and book debts (refer note 11 and 12)	2,000.00	The loan is repayable within 357 days from the date of availment	4.34%

As at March 31, 2021

Particulars	Amount outstanding	Terms of Repayment	Rate of Interest
Secured short-term loan from bank is secured by first paripassu charge on inventories (including raw material, finished goods and work-in-progress) and book debts (refer note 11 and 12)	3,000.00	The loan is repayable in 270 days from the date of availment	4.23%

19 (a) Borrowing based on security of inventory and book debts:

As at March 31, 2021:

The Group has obtained secured short term loan from banks on basis of security of inventories and book debts (Refer Note 19) wherein the quarterly returns as filed with bank is in agreement with the books except below:

Financial Year ended	Quarter ended	Name of Bank	Particulars of Securities Provided	Amount as per the Books of Accounts*	Amount as reported in the Quarterly Return Statement	Amount of Difference	Reason for material discrepancies
March 31, 2021	June 30, 2020	Refer Footnote	Inventory	67,576.70	67,347.00	229.70	Inventory as per final accounts approved by Board

*Amount as per the Financial Statements adjusted as per the terms of borrowing.

Footnote :

Consortium of Banks consisting of ICICI Bank, Citi Bank, HDFC Bank, BNP Paribas, Corporation Bank and Axis Bank as led by State Bank of India.

Notes to the Consolidated Financial Statements for the year ended March 31, 2022

All amounts are in ₹ lakhs unless otherwise stated

20. Other financial liabilities

		As at March 31, 2022	As at March 31, 2021
Current			
(a)	Interest accured but not due on non-current and current borrowings	25.65	8.96
(b)	Unclaimed dividends (refer footnote)	129.77	146.44
(c)	Derivative liabilities		
	Forward exchange contracts for hedging	54.45	72.48
(d)	Others		
	Creditors for capital purchases	814.42	863.54
	Customer deposits	2,315.05	2,275.95
	Amount due to customers	7,227.48	10,733.78
Total		**10,566.82**	**14,101.15**

Footnote:

All amounts required to be transferred to the Investor Education and Protection Fund by the Group have been transferred within the time prescribed for the same, except in cases of disputes relating to the ownership of the underlying shares that have remained unresolved amounting to ₹ 0.13 lakhs (March 31, 2021 ₹ 0.26 lakhs).

21. Provisions

		As at March 31, 2022	As at March 31, 2021
Non-current			
(a)	Supplemental pay (refer note 2 below)	1,602.32	1,568.69
(b)	Compensated absences (refer note 2 below)	1,458.79	361.28
(c)	Directors pension liability (refer note 2 below)	725.95	756.53
Total		**3,787.06**	**2,686.50**
Current			
(a)	Supplemental pay (refer note 2 below)	203.08	148.45
(b)	Directors pension liability (refer note 2 below)	59.48	59.76
(c)	Gratuity (refer note 2 below)	271.24	26.22
(d)	Compensated absences (refer note 2 below)	217.97	1,149.78
(e)	Provision for indirect taxes (refer note 1 below)	41.95	41.95
Total		**793.72**	**1,426.16**

Notes to the Consolidated Financial Statements for the year ended March 31, 2022

All amounts are in ₹ lakhs unless otherwise stated

Note 1 : Provision held in respect of indirect tax matters in dispute

On an evaluation of each of its disputed claims, the Group holds an overall provision in respect of certain indirect tax matters in dispute which, as at the year-end, aggregates ₹ 41.95 lakhs (March 31, 2021 ₹ 41.95 lakhs). The movement during the year is as under:

Particulars	As at March 31, 2022	As at March 31, 2021
Opening balance as at April 1	41.95	41.95
Closing balance as at March 31	**41.95**	**41.95**

Due to the numerous uncertainties and variables associated with certain assumptions and judgments, and the effects of changes in the regulatory and legal environment, both the precision and reliability of the resulting estimates of the related contingencies are subject to substantial uncertainties. The Group regularly monitors its estimated exposure to such loss contingencies and, as additional information becomes known, may change its estimates significantly. However, no estimate of the range of any such change can be made at this time.

Note 2:

The provision for employee benefits includes gratuity, supplemental pay on retirement, director pension liability and compensated absences. The increase/decrease in the carrying amount of the provision for the current year is mainly on account of net impact of incremental charge for current year and benefits paid in the current year due to retirement and resignation of employees. For other disclosures, refer note 37.

22. Deferred tax balances

The following is the analysis of deferred tax liabilities/(assets) presented in the Balance sheet

	As at March 31, 2022	As at March 31, 2021
Deferred tax liabilities	5,040.59	4,952.02
Deferred tax assets	(2,907.10)	(2,313.96)
Total	**2,133.49**	**2,638.06**

2021-22-Deferred tax liabilities/ (assets) in relation to:	Opening balance	Recognised in Statement of Profit and Loss	Recognised in Statement of OCI	Other Adjustments	Closing Balance
Allowance for doubtful debts and advances	(1,168.17)	33.51	-	-	(1,134.66)
Creation of Deferred tax assets on account of IND AS 116 "Leases"	(38.00)	(2.08)	-	-	(40.08)
Impact of 43B Disallowances	(101.68)	-	-	(0.02)	(101.70)
Defined benefit obligation	(376.86)	(41.72)	1.54	-	(417.04)
Tax adjustment on account of indexation of land	(114.02)	(84.50)	-	-	(198.52)
Long-term capital loss on sale of equity instrument	(543.47)	-	-	-	(543.47)
Investment/Intangibles - Provisions	-	(193.30)	-	-	(193.30)
Difference between WDV as per books and income tax	3,952.74	(181.74)	-	-	3,771.00
On intangible assets	991.26	-	-	-	991.26
Others	36.26	(36.26)	-	-	-
Total	**2,638.06**	**(506.09)**	**1.54**	**(0.02)**	**2,133.49**

2020-21 -Deferred tax liabilities/ (assets) in relation to:	Opening balance	Recognised in Statement of Profit and Loss	Recognised in Statement of OCI	Other Adjustments	Closing Balance
Allowance for doubtful debts and advances	(1,035.03)	(133.14)	-	-	(1,168.17)
Creation of Deferred tax assets on account of IND AS 116 "Leases"	(45.73)	7.73	-	-	(38.00)
Impact of 43B Disallowances	(6.68)	(95.02)	-	0.02	(101.68)
Defined benefit obligation	(362.46)	(13.06)	(1.22)	(0.12)	(376.86)
On unused tax losses	(0.16)	-	-	0.16	-
Tax adjustment on account of indexation of land	(105.91)	(8.10)	-	(0.01)	(114.02)
Long-term capital loss on sale of equity instrument	(543.46)	-	-	(0.01)	(543.47)
Impact of Disallowances u/s.40(a)(i)	(0.06)	0.06	-	-	-
Difference between WDV as per books and income tax	3,945.85	6.89	-	-	3,952.74
On intangible assets	991.26	-	-	-	991.26
Others	11.77	24.49	-	-	36.26
Total	**2,849.39**	**(210.15)**	**(1.22)**	**0.04**	**2,638.06**

Footnote:

There are no material deferred tax expense on unrecognised tax losses.

23. Trade payables

		As at March 31, 2022	As at March 31, 2021
(i)	Total outstanding dues of micro enterprises and small enterprises	1,266.52	1,734.61
(ii)	Total outstanding dues of creditors other than micro enterprises and small enterprises	64,628.65	46,223.84
(iii)	Other payables	9,357.98	11,648.38
Total		**75,253.15**	**59,606.83**

Trade Payables Ageing Schedule

Ageing for Trade Payables outstanding as at March 31, 2022 is as follows :

	Particulars	Not Due	Outstanding for following periods from				Unbilled Payable	Total
			Less than 1 year	1-2 years	2-3 years	More than 3 years		
(i)	Micro Small and Medium Enterprise (MSME)	1,000.86	265.66	-	-	-	-	1,266.52
(ii)	Creditors other than micro enterprises and small enterprises	41,091.93	23,303.05	168.23	51.94	13.50	-	64,628.65
(iii)	Other Payables	9,357.98	-	-	-	-	-	9,357.98
(iv)	Disputed dues -MSME	-	-	-	-	-	-	-
(v)	Disputed dues -Others	-	-	-	-	-	-	-
Total		**51,450.77**	**23,568.71**	**168.23**	**51.94**	**13.50**	**-**	**75,253.15**

Notes to the Consolidated Financial Statements for the year ended March 31, 2022

All amounts are in ₹ lakhs unless otherwise stated

Ageing for Trade Payables outstanding as at March 31, 2021 is as follows :

Particulars	Not Due	Outstanding for following periods from				Unbilled Payable	Total
		Less than 1 year	1-2 years	2-3 years	More than 3 years		
(i) Micro Small and Medium Enterprise (MSME)	1,553.89	180.72	-	-	-	-	1,734.61
(ii) Creditors other than micro enterprises and small enterprises	32,539.89	12,407.23	1,244.06	3.44	29.22	-	46,223.84
(iii) Other Payables	11,648.38	-	-	-	-	-	11,648.38
(iv) Disputed dues -MSME	-	-	-	-	-	-	-
(v) Disputed dues -Others	-	-	-	-	-	-	-
Total	**45,742.16**	**12,587.95**	**1,244.06**	**3.44**	**29.22**	**-**	**59,606.83**

24. Other Liabilities

	As at March 31, 2022	As at March 31, 2021
Non-current		
Deferred revenue	6.79	8.30
Total	**6.79**	**8.30**
Current		
Provident fund and other employee deductions	271.91	260.26
Goods and Service Tax payable	384.26	36.69
Tax deducted at source	352.18	218.88
Other taxes (other than income tax payable)	14.07	8.80
Advance received from customers	12,702.03	10,486.01
Payable to employees	181.45	130.36
Other liabilities (payable towards past acquisition etc.)	133.02	133.02
Total	**14,038.92**	**11,274.02**

25. Revenue from operations

	For the year ended March 31, 2022	For the year ended March 31, 2021
Sales of products (refer note 35 and 45)	2,59,062.62	2,41,845.65
Sales of services	50.09	57.51
Other operating income	1,280.66	1,040.34
Total	**2,60,393.37**	**2,42,943.50**

Notes to the Consolidated Financial Statements for the year ended March 31, 2022

All amounts are in ₹ lakhs unless otherwise stated

26. Other income

	For the year ended March 31, 2022	For the year ended March 31, 2021
a) Interest income		
Interest Income on bank deposits carried at amortised cost	211.83	288.25
Interest income on security deposits carried at amortised cost	95.21	351.82
Interest income on income tax refund received	-	8.84
b) Dividend income		
Dividend from equity instruments measured at FVTOCI	5.24	3.62
c) Fair value of investment		
Fair value of investment - realized	1,383.61	1,217.81
Fair value of investment - unrealized	(211.12)	295.87
d) Other non-operating income		
Insurance claim	271.74	651.77
Rental Income	14.48	28.60
Export benefits	412.22	798.32
Miscellaneous income	225.63	400.38
e) Other gains and losses		
Provision for Impairment on Investment in subsidiary written back	336.74	-
Total	**2,745.58**	**4,045.28**

27. Cost of materials consumed

	For the year ended March 31, 2022	For the year ended March 31, 2021
Raw material at the beginning of the year	17,868.58	18,374.78
Add: Purchases	1,55,644.52	1,32,347.30
	1,73,513.10	**1,50,722.08**
Less: Raw material at the end of the year	28,724.90	17,868.58
Cost of raw material consumed	**1,44,788.20**	**1,32,853.50**
Packing material consumed	11,368.70	7,901.77
Total	**1,56,156.90**	**1,40,755.27**

28. Purchases of stock-in-trade

	For the year ended March 31, 2022	For the year ended March 31, 2021
Agri inputs	11,990.09	13,659.10
Total	**11,990.09**	**13,659.10**

Notes to the Consolidated Financial Statements for the year ended March 31, 2022

All amounts are in ₹ lakhs unless otherwise stated

29. Changes in Inventory of finished goods,stock-in-trade and work-in-progress

	For the year ended March 31, 2022	For the year ended March 31, 2021
Opening stock (A)		
Finished goods - own manufactured	46,218.35	42,250.86
Stock-in-trade	4,350.91	4,545.48
Work-in-progress (including intermediate goods)	5,102.10	2,818.79
	55,671.36	**49,615.13**
Closing stock (B)		
Finished goods - own manufactured	55,611.43	46,218.35
Stock-in-trade	1,771.35	4,350.91
Work-in-progress (including intermediate goods)	3,948.35	5,102.10
	61,331.13	**55,671.36**
Movement in inventory recoverable (C)	(130.34)	(836.56)
Net (Increase) (A-B+C)	**(5,790.11)**	**(6,892.79)**

30. Employee benefits expense

	For the year ended March 31, 2022	For the year ended March 31, 2021
Salaries, wages and bonus		
Wages and salaries	16,014.31	15,669.09
Allowances	5,373.15	3,536.96
Compensated absences	323.72	370.63
Contribution to provident and other funds (refer note 37)	979.90	885.75
Staff welfare expenses	1,223.15	1,137.75
Total	**23,914.23**	**21,600.18**

31. Finance costs

	For the year ended March 31, 2022	For the year ended March 31, 2021
Interest on long-term loan from bank	33.26	59.22
Interest on bank overdrafts, cash credit and short-term loan from bank	168.42	156.84
Interest on lease liabilities	277.18	304.70
Total	**478.86**	**520.76**

Notes to the Consolidated Financial Statements for the year ended March 31, 2022

All amounts are in ₹ lakhs unless otherwise stated

32. Depreciation and amortisation expense

	For the year ended March 31, 2022	For the year ended March 31, 2021
Depreciation of property, plant and equipment (refer note 4(a)(i))	5,427.78	4,370.01
Depreciation of right-of-use asset (refer note 4 (b))	1,477.85	1,422.70
Depreciation of investment property (refer note 5)	0.42	0.41
Amortization of intangible assets (refer note (b)(i))	525.12	613.91
Total	**7,431.17**	**6,407.03**

33: Other expenses

	For the year ended March 31, 2022	For the year ended March 31, 2021
Freight, handling and packing	11,266.72	8,612.32
Travelling and conveyance	1,897.11	1,445.58
Power and fuel	7,082.80	5,613.09
Brand equity contribution	359.37	338.71
Repairs and maintenance		
Plant and equipment	1,343.62	1,111.38
Property	220.53	172.66
Others	650.88	722.70
Stores and spares consumed	625.42	855.37
Rates and taxes	576.76	633.93
Commission	64.64	39.90
Insurance charges	1,098.71	904.52
Rent (refer note 36)	1,297.81	1,278.33
Bank charges	188.44	156.33
Director fees and commission	294.00	366.44
Allowance for doubtful debts (Net)	716.62	538.26
Advances written off	29.07	-
Impairment of Intangible assets and intangible assets under development	793.40	657.94
Loss on liquidation of subsidiary (refer Footnote)	275.93	-
Loss on sale of property, plant and equipment (Net)	248.63	49.13
Selling expenses	5,285.92	5,825.97
Legal and professional fees	1,538.42	2,134.64
Net loss on foreign currency transactions and translation	671.26	296.99
Other expenses (refer note 43)	10,190.29	9,779.62
Total	**46,716.35**	**41,533.81**

Footnote:

Loss on liquidation of erstwhile subsidiary, P T metahelix Indonesia which received approval for the cancellation of its Company Registration Number and revocation of its business license in March 2021 and further, on March 23, 2022, received a certificate for cancellation of its Tax Identification Number and consequentially ceased to be a subsidiary of the Holding Company effective the said date.

Notes to the Consolidated Financial Statements for the year ended March 31, 2022

All amounts are in ₹ lakhs unless otherwise stated

34. Earnings per share

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Profit for the year attributable to owners of the Group used in the calculation of basic/ diluted earnings per share	16,420.18	22,856.62
Weighted average number of equity shares	19,44,68,890	19,44,68,890
Basic and diluted earnings per share	8.44	11.75

35. Segment information

Products and services from which reportable segments derive their revenues

Information reported to the chief operating decision maker (CODM) for the purpose of resources allocation and assessment of segment performance focuses on the types of goods or services delivered or provided. No operating segments have been aggregated in arriving at the reportable segments of the Group.

The Group has determined its business segment as "Agri -Inputs" comprising of Pesticides, Plant Growth Nutrients, Organic Compost and Seeds .The other segment includes "Polymer" and other non reportable elements.

Segment revenue and results

The following is an analysis of the Group's revenue and results from operations by reportable segment

Particulars	Segment revenue		Segment results	
	For the year ended March 31, 2022	For the year ended March 31, 2021	For the year ended March 31, 2022	For the year ended March 31, 2021
Agri Inputs	2,60,393.37	2,42,699.46	20,640.90	27,355.77
Others	-	244.04	-	1.69
Total	**2,60,393.37**	**2,42,943.50**	**20,640.90**	**27,357.46**
Other income			2,745.58	4,045.28
Central administration cost, director fees and commission			(666.16)	(531.89)
Finance costs			(478.86)	(520.76)
Profit before tax			**22,241.46**	**30,350.09**

Notes:

(i) Segment revenue reported above represents revenue generated from external customers. There were no inter-segment sales in the current year (March 31, 2021 ₹ Nil). The accounting policies of the reportable segments are the same as described in note 3.23.

(ii) Segment profit represents the profit before tax earned by each segment without allocation of central administration cost, director fees and commission, other income, as well as finance costs. This is the measure reported to the chief operating decision maker for the purposes of resource allocation and assessment of segment performance.

Segment assets and liabilities

Particulars	As at March 31, 2022	As at March 31, 2021
Segment assets		
Agri Inputs	2,46,877.08	2,14,118.95
Others	1,133.32	1,431.80
Total segment assets	**2,48,010.40**	**2,15,550.75**
Assets classified as held for sale	413.82	413.82
Unallocated	37,379.36	42,897.34
Total assets	**2,85,803.58**	**2,58,861.91**

Particulars	As at March 31, 2022	As at March 31, 2021
Segment liabilities		
Agri Inputs	1,05,179.50	89,814.09
Others	-	-
Total segment liabilities	**1,05,179.50**	**89,814.09**
Unallocated	10,958.71	9,899.27
Total liabilities	**1,16,138.21**	**99,713.36**

Details of capital expenditure incurred

Particulars	As at March 31, 2022	As at March 31, 2021
Agri Inputs	20,621.43	8,329.10
Others	-	97.39
Total	**20,621.43**	**8,426.49**

For the purpose of monitoring segment performance and allocating resources between segments:

- All assets are allocated to reportable segments other than investments, other financial assets, non current tax assets, fixed deposits and interest accrued thereon.
- All liabilities are allocated to reportable segments other than borrowings, other financial liabilities, interest accrued on loans , provision for supplemental pay, Director pension scheme, unpaid dividend , current and deferred tax liabilities.

Notes to the Consolidated Financial Statements for the year ended March 31, 2022

All amounts are in ₹ lakhs unless otherwise stated

Geographical information

The Group operates in two principal geographical areas - India and outside India.

The Group's revenue from continuing operations from external customers by location of operations and information about its non-current assets* by location of assets are detailed below.

Particulars	Revenue from external customers		Non-current assets*	
	For the year ended March 31, 2022	For the year ended March 31, 2021	As at March 31, 2022	As at March 31, 2021
India	1,89,289.01	1,71,397.40	1,04,166.71	92,328.35
Asia (Other than India)	25,300.33	24,674.41	-	-
North America	30,247.96	26,225.32	-	-
South America	5,964.06	13,729.51	-	-
Africa	4,347.82	1,350.78	-	-
Europe	4,816.73	5,293.39	-	-
Australia	427.46	272.69	-	-
	2,60,393.37	**2,42,943.50**	**1,04,166.71**	**92,328.35**

* Non-current assets exclude those relating to financial assets and deferred tax assets.

Information about major customers

No single customer contributed more than 10% to the Group's revenue in FY 2021-22 and FY 2020-21.

36. Leases

The Group incurred ₹ 1,183.22 lakhs for the year ended March 31, 2022 (March 31, 2021 ₹ 1172.48 lakhs) towards expenses relating to short-term leases. Lease rent incurred and recoverable from employees and not falling under the scope of IND AS 116 amounted to ₹ 114.59 lakhs (March 31, 2021 ₹ 105.85 lakhs) (refer note 33). The total cash outflow for leases is ₹ 3,045.08 lakhs for the year ended March 31, 2022 (March 31, 2021 ₹ 2,966.03 lakhs), including cash outflow of short-term leases and lease rent recoverable from employees.

Maturity analysis

Particulars	Total	Less than 1 year	Between 1 and 2 years	2 and 5 years	Over 5 years	Weighted average effective interest rate %
March 31, 2022						
Lease liabilities	3,479.29	1,314.17	1,083.00	936.27	145.85	7.25%
	3,479.29	**1,314.17**	**1,083.00**	**936.27**	**145.85**	**7.25%**
March 31, 2021						
Lease liabilities	3,399.96	1,244.62	1,032.85	1,002.87	119.62	8.35%
	3,399.96	**1,244.62**	**1,032.85**	**1,002.87**	**119.62**	**8.35%**

Future lease commitments

All leases other than included above are of either low value or cancellable at the option of lessee.

Notes to the Consolidated Financial Statements for the year ended March 31, 2022

All amounts are in ₹ lakhs unless otherwise stated

37. Employee benefit plans

Defined contribution plans

Contribution to provident fund and ESIC

The Group makes provident fund contributions to defined contribution retirement benefit plans for eligible employees. Under the scheme, the Group is required to contribute a specified percentage of the payroll costs to fund the benefits. The contributions as specified under the law are paid to government authorities (PF commissioner) at factories.

Amount recognised as expense and included in the note 31 in the head "Contribution to Provident and other funds" for March 31, 2022 ₹ 882.28 lakhs (March 31, 2021 ₹ 781.10 lakhs).

Defined benefit plans

The Group offers its employees, defined-benefit plans in the form of a gratuity scheme (a lump sum amount), a supplemental pay scheme (a life long pension) and director pension liability. The gratuity scheme covers substantially all regular employees, director pension liability covers retired Managing Director of the holding company and supplemental pay plan covers certain former executives. In the case of the gratuity scheme, the Group contributes funds to Gratuity Trust, which is irrevocable, director pension scheme and supplemental pay scheme are not funded. Commitments are actuarially determined at year-end. The actuarial valuation is done based on "Projected Unit Credit" method.

The Group makes provident fund contributions to defined contribution retirement benefit plans for eligible employees. Under the scheme, the Group is required to contribute a specified percentage of the payroll costs to fund the benefits. The contributions as specified under the law are paid to the provident fund set up as a trust by the Group in case of certain locations. The Group is liable for contributions and any deficiency compared to interest computed based on the rate of interest declared by the Central Government under the Employees' Provident Fund Scheme, 1952 and recognises, if any, as an expense in the year it is determined.

These plans typically expose the Group to actuarial risk such as: investment risk, interest rate risk, longevity risk and salary risk.

Investment risk:

The present value of the defined benefit plan liability is calculated using a discount rate which is determined by reference to market yields at the end of the reporting period on government bonds. If the return on plan asset is below this rate, it will create plan deficit.

Interest risk:

A decrease in the bond interest rate will increase the plan liability; however, this will be partially offset by an increase in the plan's assets.

Longevity risk:

The present value of the defined benefit plan liability is calculated by reference to the best estimate of the mortality of plan participants both during and after their employment. An increase in the life expectancy of the plan participants will increase the plan's liability.

Salary risk

The Present value of the defined benefit plan liability is calculated by reference to the future salaries of plan participants. As such, an increase in the salary of the plan participants will increase the plan's liability.

Notes to the Consolidated Financial Statements for the year ended March 31, 2022

All amounts are in ₹ lakhs unless otherwise stated

The principal assumptions used for the purpose of actuarial valuation were as follows:

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Discount rates	7.23% p.a.	6.06 % to 6.85% p.a.
Expected rate of salary increase	8.00% p.a.	8.00% p.a.
Average longevity at retirement age for current beneficiaries of the plan (years)*	12 Years	12 Years
Average longevity at retirement age for current employees (future beneficiaries of the plan) (years)	12 Years	12 Years

* Based on Indian standard mortality table with modification to reflect expected changes in mortality.

Amount recognised in Consolidated Statement of profit and loss in respect of these defined benefit plans are as follows:

Particulars	Gratuity		Supplemental pay	
	For the year ended March 31, 2022	For the year ended March 31, 2021	For the year ended March 31, 2022	For the year ended March 31, 2021
Service cost:				
Current service cost	430.04	383.60	-	-
Net interest expense	1.68	35.79	173.54	165.18
Components of defined benefit costs recognised in profit or loss	**431.72**	**419.39**	**173.54**	**165.18**
Actuarial (Gain)/Losses arising from changes in demographic assumptions				
Return on plan assets (excluding amounts included in net interest expense)	35.16	34.93	-	-
Actuarial (Gain) arising from experience adjustments	1.54	279.94	(0.03)	170.38
Actuarial (Gain)/Loss arising from changes in financial assumptions	(131.75)	(276.74)	(72.19)	(3.88)
Actuarial (Gain)/Losses arising from experience adjustments	67.42	(370.87)	186.98	(8.49)
Components of defined benefit costs recognised in Other Comprehensive Income	**(27.63)**	**(332.74)**	**114.76**	**158.01**
Total	**404.09**	**86.65**	**288.30**	**323.19**

The current service cost and the net interest expenses for the year are included in the Employee benefits expense line item in the Consolidated Statement of profit and loss. The remeasurement of the net defined benefit liability/asset is included in Other Comprehensive Income.

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The amount included in the Balance Sheet arising from the entity's obligation in respect of its defined benefit plan is as follows:

Particulars	Gratuity		Supplemental pay	
	As at March 31, 2022	As at March 31, 2021	As at March 31, 2022	As at March 31, 2021
Present value of funded defined benefit obligations	4,168.33	3,836.24	1,805.41	1,717.14
Fair value of plan assets	3,897.07	3,810.01	-	-
Funded Status [Deficit]	**271.26**	**26.23**	**1,805.41**	**1,717.14**
Additional provision created	-	-	-	-
Net liability arising from defined benefit obligation	**271.26**	**26.23**	**1,805.41**	**1,717.14**

Movements in the present value of the defined benefit obligation are as follows:

Particulars	Gratuity		Supplemental pay	
	As at March 31, 2022	As at March 31, 2021	As at March 31, 2022	As at March 31, 2021
Opening defined benefit obligation	3,836.24	3,814.99	1,717.14	1,667.65
Current service cost	430.04	383.60	-	-
Past service cost	-	-	-	-
Interest cost	260.66	253.50	117.62	113.90
Liability Transferred in/Acquisitions	-	5.69	-	-
Remeasurement (Gain)/Losses:				
Actuarial (Gain)/Losses arising from changes in demographic assumptions	1.54	279.94	(0.03)	105.45
Actuarial (Gain)/Losses arising from changes in financial assumptions	(131.75)	(276.74)	(41.34)	(2.20)
Actuarial (Gain)/Losses arising from experience adjustments	67.42	(370.87)	183.14	(19.22)
Benefits paid	(295.82)	(253.87)	(171.12)	(148.44)
Closing defined benefit obligation	**4,168.33**	**3,836.24**	**1,805.41**	**1,717.14**

Movements in the fair value of the plan assets are as follows:

Particulars	Gratuity		Supplemental pay	
	As at March 31, 2022	As at March 31, 2021	As at March 31, 2022	As at March 31, 2021
Opening fair value of the plan assets	3,810.01	3,259.89	-	-
Interest income	258.98	217.71	-	-
Remeasurement gain (loss):				
Return on plan assets (excluding amounts included in net interest expense)	(35.16)	(34.93)	-	-
Assets Transferred In/Acquisitions	-	5.69	-	-
Contributions from the employer	159.06	615.52	-	-
Benefits paid	(295.82)	(253.87)	-	-
Closing fair value of plan assets	**3,897.07**	**3,810.01**	**-**	**-**

The plan assets are managed by the Gratuity Trust formed by the Group. The management of funds is entrusted with the Life Insurance Corporation of India ("LIC") and Kotak Life Insurance..

Notes to the Consolidated Financial Statements for the year ended March 31, 2022

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Directors pension liability

	As at March 31, 2022	As at March 31, 2021
Opening defined benefit obligation	816.29	750.79
Current service cost	55.92	51.28
Remeasurement (gain)/loss:		
Actuarial (gain)/loss arising from changes in demographic assumptions	-	64.93
Actuarial (gain)/loss arising from changes in financial assumptions	(30.85)	(1.68)
Actuarial (gain)/loss arising from experience adjustments	3.84	10.72
Benefits paid	(59.76)	(59.75)
Closing defined benefit obligation	**785.44**	**816.29**

The fair value of the plan assets at the end of the reporting period for each category, are as follows:

Particulars	Gratuity		Supplemental pay	
	As at March 31, 2022	As at March 31, 2021	As at March 31, 2022	As at March 31, 2021
Cash and cash equivalents	11.98	12.77	-	-
Investment funds with insurance Group				
Traditional /unit linked	788.81	708.53	-	-
Others - LIC and Kotak Life Insurance managed fund	3,096.28	3,088.72	-	-
Total	**3,897.07**	**3,810.01**	**-**	**-**

Significant actuarial assumptions for the determination of the defined benefit obligation are discount rate, expected salary increase and mortality. The sensitivity analysis below have been determined based on reasonably possible changes of the respective assumptions occurring at the end of the reporting period, while holding all other assumptions constant.

1. If the discounting rate is 100 basis point higher (lower), the defined benefit obligation would decrease by ₹ 469.38 lakhs (increase by ₹ 538.98 lakhs) (as at March 31, 2021: decrease by ₹ 462.16 lakhs (increase by ₹ 532.02 lakhs)).
2. If the expected salary growth increases (decreases) by 1%, the defined benefit obligation would increase by ₹ 331.96 lakhs (decrease by ₹ 293.18 lakhs) (as at March 31, 2021: increase by ₹ 313.88 lakhs (decrease by ₹ 279.04 lakhs)).
3. If the life expectancy increases (decreases) by 1 year, the defined benefit obligation would increase by ₹ 69.32 lakhs (decrease by ₹ 70.15 lakhs) (as at March 31, 2021: increase by ₹ 73.02 lakhs (decrease by ₹73.82 lakhs)).

The sensitivity analysis presented above may not be representative of the actual change in the defined benefit obligation as it is unlikely that the change in assumptions would occur in isolation of one another as some of the assumptions may be correlated.

Furthermore, in presenting the above sensitivity analysis, the present value of the defined benefit obligation has been calculated using "Projected Unit Credit" method at the end of the reporting period which is the same as that applied in calculating the defined benefit obligation liability recognised in Balance Sheet.

There were no change in the methods and assumptions used in preparing the sensitivity analysis from prior years.

The Group expects to make a contribution of ₹ 307.17 lakhs (March 31, 2021 ₹ 33.26 lakhs) to the defined benefit plans during the next financial year.

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All amounts are in ₹ lakhs unless otherwise stated

The defined benefit obligations (mainly related to Rallis India Limited) shall mature after year ended March 31, 2022 as follows:

Particulars	Defined benefit obligation
As at March 31	
2023	681.43
2024	503.46
2025	572.40
2026	614.64
2027	662.72
Thereafter	2,942.22

The Group operates Provident Fund Scheme and the contributions are made to recognised fund. The Group is required to offer a defined benefit interest rate guarantee on provident fund balances of employees. The interest rate guarantee is payable to the employees for the year when the exempted fund declares a return on provident fund investments which is less than the rate declared by the Regional Provident Fund Commissioner (RPFC) on the provident fund corpus for their own subscribers. The Actuary has provided a valuation for provident fund liabilities on the basis of guidance issued by Actuarial Society of India and based on the below provided assumptions there is no shortfall as on March 31, 2022 and March 31, 2021.

Amount recognised as expense and included in the Note 31 — in the head "Contribution to Provident and other funds" for March 31, 2022 is ₹ 1,025.92 lakhs (for March 31, 2021 ₹ 930.96 lakhs).

The details of provident fund and plan asset position are given below:

Particulars	As at March 31, 2022	As at March 31, 2021
Plan assets as at year ended	11,674.85	10,406.67
Present value of funded obligation	11,386.70	10,215.35
Amount recognised in the Balance Sheet	**-**	**-**

Assumptions used in determining present value of obligation of interest rate guarantee under a deterministic approach:

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Guaranteed rate of return	8.10%	8.50%
Discount rate for remaining term to maturity of investments	7.23%	6.41%
Expected rate of return on investments	8.09%	6.41%

As at March 31, 2022, the fair value of the assets of the fund and the accumulated members' corpus is ₹ 11,674.85 lakhs and ₹ 11,386.70 lakhs respectively. In accordance with an assets and liability study, there is no deficiency as the present value of the expected future earnings on the fund is greater than the expected amount to be credited to the individual members based on the expected guaranteed rate of interest.

Compensatory absences

The Group provides for the encashment of leave or leave with pay subject to certain rules. The employees are entitled to accumulate leave subject to certain limits, for future encashment. The liability is provided based on the number of days of unutilized leave at each balance sheet date on the basis of an independent actuarial valuation. Amount of ₹ 323.72 lakhs (31 March, 2021 ₹ 370.63 lakhs) has been recognised in the Consolidated Statement of Profit and Loss on account of provision for long-term employment benefit.

Notes to the Consolidated Financial Statements for the year ended March 31, 2022

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38. Financial instruments

Capital management

The Group manages its capital to ensure that entities in the Group will be able to continue as going concern while maximising the return to stakeholders through optimisation of debt and equity balance.

The capital structure of the Group consists of net debt (borrowings as detailed in note 18.1 & 19 and lease liabilities in Note 18.2 offset by cash and bank balances) and total equity of the Group.

Gearing Ratio

The gearing ratio at the end of the reporting period was as follows:

Particulars	As at March 31, 2022	As at March 31, 2021
Debt (i)	5,794.91	4,161.11
Lease liabilities (non-current and current)	3,479.29	3,399.96
Cash and bank balances	(6,320.07)	(5,512.53)
Net debt	**2,954.13**	**2,048.54**
Total equity	**1,69,665.37**	**1,59,148.55**
Net debt to equity ratio	1.74%	1.29%

(i) Debt is defined as long-term borrowings, short-term borrowings and current maturity of long-term borrowings (excluding financial guarantee contracts and contingent consideration), as described in notes 18.1 and 19.

Fair value hierarchy

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

As at March 31, 2022

Particulars	Total	Carrying amount			Fair value measurement using			
		FVTPL	FVTOCI	Amortised cost	Total	Quoted prices in active market (Level 1)	Significant observable inputs (Level 2)	Significant unobservable inputs (Level 3)
Financial assets								
Cash and cash equivalents	1,065.29	-	-	1,065.29	-	-	-	-
Bank balances other than above	5,254.78	-	-	5,254.78	-	-	-	-
Non-current investments	317.89	-	317.89	-	317.89	1.10	-	316.79
Current investments	20,871.84	20,871.84	-	-	20,871.84	-	20,871.84	-
Other non current financial assets	1,924.00	-	-	1,924.00	1,924.00	-	-	1,924.00
Trade receivables	44,593.70	-	-	44,593.70	-	-	-	-
Other current financial assets	696.66	-	-	696.66	-	-	-	-
Financial liabilities								
Non-current borrowings (excluding current portion)	379.28	-	-	379.28	379.28	-	-	379.28
Lease liabilities (current and non-current portion)	3,479.29	-	-	3,479.29	3,479.29	-	-	3,479.29
Current borrowings	5,415.63	-	-	5,415.63	-	-	-	-
Trade payables	75,253.15	-	-	75,253.15	-	-	-	-
Other financial liabilities (current and non-current)	10,566.82	54.45	-	10,512.37	54.45	-	54.45	-

There have been no transfers among Level 1, Level 2 and Level 3 during the year.

As at March 31, 2021

Particulars	Total	Carrying amount			Fair value measurement using			
		FVTPL	FVTOCI	Amortised cost	Total	Quoted prices in active market (Level 1)	Significant observable inputs (Level 2)	Significant unobservable inputs (Level 3)
Financial assets								
Cash and cash equivalents	1,026.80	-	-	1,026.80	-	-	-	-
Bank balances other than above	4,485.73	-	-	4,485.73	-	-	-	-
Non-current investments	317.68	-	317.68	-	317.68	0.89	-	316.79
Current investments	28,029.67	28,029.67	-	-	28,029.67	-	28,029.67	-
Other non current financial assets	1,089.21	-	-	1,089.21	1,089.21	-	-	1,089.21
Trade receivables	40,628.49	-	-	40,628.49	-	-	-	-
Other current financial assets	751.80	-	-	751.80	-	-	-	-
Financial liabilities								
Non-current borrowings (excluding current portion)	778.32	-	-	778.32	778.32	-	-	778.32
Lease liabilities (current and non-current portion)	3,399.96	-	-	3,399.96	3,399.96	-	-	3,399.96
Current borrowings	3,382.79	-	-	3,382.79	-	-	-	-
Trade payables	59,606.83	-	-	59,606.83	-	-	-	-
Other financial liabilities (current and non-current)	14,101.15	72.48	-	14,028.67	72.48	-	72.48	-

There have been no transfers among Level 1, Level 2 and Level 3 during the year.

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Measurement of fair values

Valuation techniques and significant unobservable inputs

The following tables show the valuation techniques used in measuring Level 2 and Level 3 fair values, as well as the significant unobservable inputs used:

Financial instruments measured at fair value

Type	Valuation technique	Significant unobservable inputs	Inter-relationship between significant unobservable inputs and fair value measurement
Non current financial assets and liabilities measured at amortised cost	Discounted cash flows: The valuation model considers the present value of expected receipt/payment discounted using appropriate discounting rates.	Not applicable	Not applicable
Forward contracts for foreign exchange contracts	Forward pricing: The fair value is determined using quoted forward exchange rates at the reporting date and present value calculations based on high credit quality yield curves in the respective currency.	Not applicable	Not applicable
Current investments -in mutual funds	The fair values of investments in mutual fund units is based on the net asset value ('NAV') as stated by the issuers of these mutual fund units in the published statements as at Balance Sheet date. NAV represents the price at which the issuer will issue further units of mutual fund and the price at which issuers will redeem such units from the investors.	Not applicable	Not applicable

Reconciliation of fair value measurement of investment in unquoted equity instrument classified as FVTOCI (Level 3)

Particulars	As at March 31, 2022	As at March 31, 2021
Opening balance	316.79	379.24
Less: Buy back of shares	-	62.45
Closing balance	**316.79**	**316.79**

Financial risk management objectives

The Group's corporate treasury function provides services to the business,co-ordinates access to domestic financial markets, monitors and manages the financial risk relating to the operation of the Group through internal risk report which analyse exposures by degree and magnitude of risks. These risks include market risk (including currency risk, interest rate risk and other price risk),credit risk and liquidity risk.

The use of financial derivatives is governed by the Group's policies approved by the board of directors, which provide written principles on foreign exchange risk, interest rate risk, credit risk, the use of financial derivatives and non-derivatives financial instruments, and the investment of excess liquidity. Compliance with policies and exposure limits is reviewed by the internal auditors on a continuous basis. The Group does not enter into or trade financial instrument, including derivative financial instruments, for speculative purposes.

The corporate treasury function reports quarterly to the Group's risk management committee, an independent body that monitors risks and policies implemented to mitigate risk exposures.

Notes to the Consolidated Financial Statements for the year ended March 31, 2022

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Market risk

The Group's activities expose it primarily to the financial risk of changes in foreign currency exchange rates. The Group enters into a variety of derivative financial instruments to manage its exposure to foreign currency risk including forward foreign exchange contracts to hedge the exchange rate risk arising on imports and exports.

Foreign currency risk management

The Group undertakes transactions denominated in foreign currencies; consequently, exposures to exchange rate fluctuations arise. Exchange rate exposures are managed within approved policy parameters utilising forward foreign exchange contracts.

The carrying amounts of the Group's foreign currency denominated monetary assets and monetary liabilities at the end of the reporting period are as follows:

Particulars	Liabilities (Foreign currency)		Assets (Foreign currency)	
	As at March 31, 2022	As at March 31, 2021	As at March 31, 2022	As at March 31, 2021
In US Dollars (USD)	302.89	221.74	114.49	191.37
In Australian Dollars (AUD)	-	0.01	-	-
In Euro (EUR)	0.01	-	0.06	0.38
In Japanese Yen (JPY)	895.03	995.80	-	-
In Great Britain Pound (GBP)	-	-	0.17	0.15

Particulars	Liabilities (INR)		Assets (INR)	
	As at March 31, 2022	As at March 31, 2021	As at March 31, 2022	As at March 31, 2021
In US Dollars (USD)	22,618.64	16,211.27	8,606.62	13,991.33
In Australian Dollars (AUD)	-	0.38	-	-
In Euro (EUR)	0.99	-	5.99	32.70
In Japanese Yen (JPY)	591.09	658.37	-	-
In Great Britain Pound (GBP)	-	-	15.76	15.28

Foreign currency sensitivity analysis

The Group is mainly exposed to the currency : USD; EUR; JPY and GBP.

The following table details the Group's sensitivity to a 5% increase and decrease in the ₹ against the relevant foreign currencies. 5% is the sensitivity rate used when reporting foreign currency risk internally to key management personnel and represents management's assessment of the reasonably possible change in foreign exchange rates. This is mainly attributable to the exposure outstanding on receivables and payables in the Group at the end of the reporting period. The sensitivity analysis includes only outstanding foreign currency denominated monetary items and adjusts their translation at the period end for a 5% change in foreign currency rate. A positive number below indicates an increase in the profit or equity where the ₹ strengthens 5% against the relevant currency. For a 5% weakening of the ₹ against the relevant currency, there would be a comparable impact on the profit or equity and the balances below would be negative.

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Impact on profit / (loss) and total equity

Particulars	USD impact	
	As at March 31, 2022	As at March 31, 2021
Increase in exchange rate by 5%	(705.27)	(111.00)
Decrease in exchange rate by 5%	705.27	111.00

Particulars	AUD impact	
	As at March 31, 2022	As at March 31, 2021
Increase in exchange rate by 5%	-	0.02
Decrease in exchange rate by 5%	-	(0.02)

Particulars	EUR impact	
	As at March 31, 2022	As at March 31, 2021
Increase in exchange rate by 5%	0.30	1.64
Decrease in exchange rate by 5%	(0.30)	(1.64)

Particulars	JPY impact	
	As at March 31, 2022	As at March 31, 2021
Increase in exchange rate by 5%	(29.55)	(32.92)
Decrease in exchange rate by 5%	29.55	32.92

Particulars	GBP impact	
	As at March 31, 2022	As at March 31, 2021
Increase in exchange rate by 5%	0.79	0.76
Decrease in exchange rate by 5%	(0.79)	(0.76)

The Group, in accordance with its risk management policies and procedures, enters into foreign currency forward contracts to manage its exposure in foreign exchange rate variations. The counter party is generally a bank. These contracts are for a period between one day and four years. The above sensitivity does not include the impact of foreign currency forward contracts which largely mitigate the risk.

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Derivative instruments:

The Group uses foreign currency forward contracts to hedge its risks associated with foreign currency fluctuations relating to accounts receivable and accounts payable. The use of foreign currency forward contracts is governed by the Group's strategy approved by the Board of Directors, which provide principles on the use of such forward contracts consistent with the Group's Risk Management Policy. The Group does not use forward contracts for speculative purposes.

The Company, basis their assessment, believes that the probability of the occurrence of their forecasted transactions is not impacted by COVID-19 pandemic.

The following forward exchange contracts are outstanding as at the balance sheet date:

	As at March 31, 2022			As at March 31, 2021		
	Number of contracts	₹ lakhs	Foreign currency in lakhs	Number of contracts	₹ lakhs	Foreign currency in lakhs
Payable	4	1,237.00	JPY 768.33	2	610.11	JPY 922.80
Payable	-	-	-	15	6,027.44	USD 82.44

Note: USD = US Dollar; JPY = Japanese Yen.

The line item in the balance sheet that includes the above hedging instruments are "other financial assets and other financial liabilities".

Equity risk

There is no material equity risk relating to the Group's equity investments which are detailed in note 7 . The Group equity investments majorly comprises of strategic investments rather than trading purposes.

Interest risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument that will fluctuate because of changes in market rates. The Group's exposure to the risk of changes in market rates relates primarily to the Group's non-current debt obligations with floating interest rates. The Group's policy is generally to undertake non current borrowing using facilities that carry floating interest rate.

Moreover, the short-term borrowings of the Group do not have a significant fair value or cash flow interest rate risk due to their short tenure.

At the end of reporting period, the Group had the following fixed and variable interest rate borrowings and fixed interest rate financial assets :

Particulars	As at March 31, 2022	As at March 31, 2021
Non-current variable interest rate borrowings	300.00	600.00
Non-current fixed interest rate borrowings including current maturities of non-current borrowings	-	9.98
Lease Liabilities (Current and Non Current)	3,479.29	3,399.96
Current variable interest rate borrowings	5,016.57	3,004.77
Current fixed interest rate borrowings	9.99	-
Fixed interest rate financial assets	5,361.85	4,410.06

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Cash flow sensitivity analysis for variable rate instrument

Non-current variable interest rate borrowings

If the interest rate is 100 basis point higher (lower), the impact on profit or loss would be decreased by ₹ 37.29 lakhs (increased by ₹ 37.29 lakhs) (as at March 31, 2021: decreased by ₹ 5.96 lakhs (increased by ₹ 5.96 lakhs)).

Current fixed interest rate borrowings

If the interest rate is 100 basis point higher (lower), the impact on profit or loss would be decreased by ₹ 0.20 lakhs (increased by ₹ 0.20 lakhs) (as at March 31, 2021: decreased by ₹ 14.55 lakhs (increased by ₹ 14.55 lakhs)).

Credit risk management

Credit risk refers to the risk that a counter party will default on its contractual obligation resulting in financial loss to the Group. The Group uses its own trading records to evaluate the credit worthiness of its customers. The Group's exposure are continuously monitored and the aggregate value of transactions concluded, are spread amongst approved counter parties (refer note 11).

The credit risk on investment in mutual funds and derivative financial instruments is limited because the counter parties are reputed banks or funds sponsored by reputed bank.

Liquidity risk management

Ultimate responsibility for liquidity risk management rests with the board of directors, which has established an appropriate liquidity risk management framework for the management of the Group's short-term, medium-term and long-term funding and liquidity management requirements. The Group manages liquidity risk by maintaining adequate reserves, banking facilities and reserve borrowing facilities, by continuously monitoring forecast and actual cash flows, and by matching the maturity profiles of financial assets and liabilities.

All current financial liabilities are repayable within one year. The contractual maturities of non-current liabilities are disclosed in note 19.

Liquidity risk tables

The following table detail the Group's remaining contractual maturity for its non-derivative and derivative financial liabilities with agreed repayment periods. The tables have been drawn up based on the undiscounted cash flows of financial liabilities based on the earliest date on which the Group can be required to pay.

Particulars	Less than 1 year	1-5 years	More than 5 years	Total	Carrying amount
As at March 31, 2022					
Non-Derivative financial liabilities					
Borrowings including future interest payable	5,528.60	379.28	-	5,907.88	5,820.56
Lease liabilities	1,428.76	2,170.65	203.13	3,802.54	3,479.29
Trade payables	75,253.15	-	-	75,253.15	75,253.15
Other financial liabilities	10,486.72	-	-	10,486.72	10,486.72
Derivative financial liabilities					
Forward exchange contracts used for hedging :					
- Outflow	1,237.00	-	-	1,237.00	54.45
- Inflow	1,182.55	-	-	1,182.55	-
	92,751.68	**2,549.93**	**203.13**	**95,504.74**	**95,094.17**

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Particulars	Less than 1 year	1-5 years	More than 5 years	Total	Carrying amount
As at March 31, 2021					
Non-Derivative financial liabilities					
Borrowings including future interest payable	3,510.50	453.90	-	3,964.40	4,161.11
Lease liabilities	1,244.62	2,035.73	119.62	3,399.96	3,399.96
Trade payables	59,606.83	-	-	59,606.83	59,606.83
Other financial liabilities	14,028.67	-	-	14,028.67	14,028.67
Derivative financial liabilities					
Forward exchange contracts used for hedging :					
- Outflow	6,637.55	-	-	6,637.55	72.48
- Inflow	(6,565.07)	-	-	(6,565.07)	-
	78,463.10	**2,489.63**	**119.62**	**81,072.34**	**81,269.05**

The gross inflows/(outflows) disclosed in the above table represent the contractual undiscounted cash flows relating to derivative financial liabilities held for risk management purposes and which are not usually closed out before contractual maturity.

39. Related party transactions

Details of transactions between the Group and other related party are disclosed below.

1. Parent of the Holding Company

Name of Parent	Country	Holding	
		As at March 31, 2022	As at March 31, 2021
Tata Chemicals Ltd.	India	50.06%	50.06%

2. List of Subsidiary of the Holding Company

Name of Subsidiary	Country	Holding	
		As at March 31, 2022	As at March 31, 2021
Direct			
PT. Metahelix Lifesciences Indonesia (Refer Footnote)	Indonesia	-	65.77%

Footnote :

During the previous year, subsidiary (P T Metahelix Life Sciences Indonesia) got business cancellation approval dated March 19, 2021 and during the year, the Company has received final tax cancellation letter dated March 23, 2022 from Indonesian Tax authorities and stands dissolved with effect from the said date.

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3. Other related parties

Rallis India Limited Provident Fund

Rallis India Limited Management Staff Gratuity Fund

Rallis India Limited Senior Assistants Super Annuation Scheme

Rallis Executive Staff Super Annuation Fund

Rallis India Limited Non-Management Staff Gratuity Fund

4. Key Management Personnel

Mr. Sanjiv Lal, Managing Director and CEO

5. Promoter Group

Tata Sons Private Limited

5a. JV of Promoter Group

Tata Industries Limited

5b. List of subsidiaries of Tata Sons Private Limited

Infiniti Retail Ltd. (ceased to be subsidiary of Tata Sons Private Limited w.e.f. November 12, 2021 and became subsidiary of Tata Digital Private Limited)
Tata AIG General Insurance Co. Ltd.
Tata Consultancy Services Ltd.
Tata Teleservices Limited
Tata Strategic Management Group (Division of Tata Industries Limited)
Ewart Investments Limited
Tata Digital Private Limited (formerly Tata Digital Limited)
Tata Communications Limited

6. List of subsidiaries of Tata Chemicals Limited

Tata Chemicals International Pte Ltd

Ncourage Social Enterprise Foundation

7. Trading transactions

During the year, the Group entered into following trading transactions with related parties:

Particulars	Sales of goods		Purchases of goods	
	For the year ended March 31, 2022	For the year ended March 31, 2021	For the year ended March 31, 2022	For the year ended March 31, 2021
Parent Company				
Tata Chemicals Ltd.	-	-	1,271.59	1,246.79
Subsidiary of Parent Company				
Tata Chemicals International Pte Ltd	12,312.01	14,815.98	-	-
Subsidiary of Tata Sons Private Limited				
Infiniti Retail Ltd.	-	-	2.97	5.02

Sale of goods to related parties were made at the Group's usual list prices, less average discounts. Purchases were made at market price discounted to reflect the quantity of goods purchased and the relationship between the parties.

Notes to the Consolidated Financial Statements for the year ended March 31, 2022

All amounts are in ₹ lakhs unless otherwise stated

8. Service transactions

Particulars	Services rendered		Services received	
	For the year ended March 31, 2022	For the year ended March 31, 2021	For the year ended March 31, 2022	For the year ended March 31, 2021
Parent of the Holding Company				
Tata Chemical Ltd.	0.69	-	239.90	285.41
Subsidiary of Parent Company				
Ncourage Social Enterprise Foundation	-	-	1.05	-
Promoter Group				
Tata Sons Private Limited	-	-	366.82	341.41
Subsidiaries of Tata Sons Private Limited				
Tata AIG General Insurance Co. Ltd	-	-	71.16	22.36
Tata Consultancy Services Ltd.	-	-	470.41	271.43
Tata Teleservices Limited	-	-	4.35	7.65
Tata Strategic Management Group (Division of Tata Industries Limited)	-	-	-	35.00
Tata Communications Limited	-	-	80.51	86.92
Tata Digital Private Limited (formerly Tata Digital Limited)	8.92		-	-
JV of Promoter Group				
Tata Industries Limited	-	-	25.84	-

Services were received at market price and any discount to reflect the relationship between the parties.

9. Purchase of Property, Plant and Equipment

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Parent of the Holding Company		
Tata Chemicals Ltd.	485.08	-

10. Payment of Rent

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Parent of the Holding Company		
Tata Chemicals Ltd.	190.06	11.98

11. Other -Dividend payments

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Parent of the Holding Company		
Tata Chemicals Ltd.	2,920.25	2,433.54
Subsidiaries of Tata Sons Private Limited		
Ewart Investments Limited	2.25	1.88

Notes to the Consolidated Financial Statements for the year ended March 31, 2022

All amounts are in ₹ lakhs unless otherwise stated

11a. Others - Proceeds from liquidation of Investment of Holding Company in its Subsidiary

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Subsidiary of the Holding Company		
P T Metahelix Lifesciences Indonesia	60.81	-

12. Contributions to employee benefit trusts

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Other Related Parties		
Contributions to employee benefit trusts	1,135.69	1,508.82

The following balances were outstanding at the end of the reporting period:

Particulars	Amounts owed by related parties		Amounts owed to related parties	
	As at March 31, 2022	As at March 31, 2021	As at March 31, 2022	As at March 31, 2021
Parent Company				
Tata Chemicals Ltd.	-	-	138.25	87.04
Subsidiary of Parent Company				
Tata Chemicals International Pte Ltd	-	334.43	-	-
Subsidiaries of Tata Sons Private Limited				
Tata AIG General Insurance Co. Ltd.	-	-	0.11	0.02
Tata Consultancy Services Ltd	-	-	99.00	10.80
Tata Teleservices (Maharashtra) Limited	-	-	0.02	0.04
Tata Digital Private Limited	0.52	-	-	-
Infiniti Retail Ltd.	0.88	-	-	-
JV of Promoter Group				
Tata Industries Limited	-	-	11.72	-

The amounts outstanding are unsecured and will be settled in cash. No guarantees have been given or taken during the year. No expense has been recognised in the current or prior years for bad and doubtful debts in respect of the amounts owed by related parties.

13. Compensation of key management personnel

The remuneration of key management personnel during the year was as follows:

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Short term benefits	334.06	324.74
Post-Employment benefits (PF and Superannuation)	19.44	14.58

The remuneration of key management personnel is determined by the remuneration committee having regard to the performance of individuals and market trends. It is exclusive of gratuity and compensated absences.

Notes to the Consolidated Financial Statements for the year ended March 31, 2022

All amounts are in ₹ lakhs unless otherwise stated

40. Contingent liabilities

The Group is involved in a number of appellate, judicial and arbitration proceedings (including those described below) concerning matters arising in the course of conduct of the Group's businesses. Some of these proceedings in respect of matters under litigation are in early stages, and in some other cases, the claims are indeterminate. A summary of claims asserted on the Group in respect of these cases have been summarised below.

a. Guarantees

Gurantees issued by bank on behalf of the Group as on March 31, 2022 is ₹ 715.81 lakhs (March 31, 2021 ₹ 142.96 lakhs) these are covered by the charge created in favour of the said subsidiary's bankers by way of hypothication of stock and debtors.

b. Tax contingencies

Amounts in respect of claims asserted by various revenue authorities on the Group, in respect of taxes, which are in dispute, have been tabulated below:

Nature of tax	As at March 31, 2022	As at March 31, 2021
Sales tax	1,240.14	1,204.57
Excise duty	30.11	30.11
Customs duty	799.71	799.71
Income tax *	17,338.04	15,051.88
Service tax	3,124.70	3,138.41
Goods and Service tax	95.66	27.87

* Excludes ₹ 1,509.70 lakhs (March 31, 2021 ₹ 1408.70 lakhs) deposits paid under protest.

The management believes that the claims made are untenable and is contesting them. As of the reporting date, the management is unable to determine the ultimate outcome of above matters. However, in the event the revenue authorities succeed with enforcement of their assessments, the Group may be required to pay some or all of the asserted claims and the consequential interest and penalties, which would reduce net income and could have a material adverse effect on net income in the respective reported period.Various claims pending before Industrial Tribunals and labour courts of which amounts are indeterminate.

c. Amount in respect of other claims

Nature of claim	As at March 31, 2022	As at March 31, 2021
Matters relating to employee benefits	15.95	103.11
Others (claims related to contractual disputes)	463.28	502.32

Management is generally unable to reasonably estimate a range of possible loss for proceedings or disputes other than those included in the estimate above, including where:

(i) plaintiffs / parties have not claimed an amount of money damages, unless management can otherwise determine an appropriate amount;

(ii) the proceedings are in early stages;

(iii) there is uncertainty as to the outcome of pending appeals or motions or negotiations;

(iv) there are significant factual issues to be resolved; and/or

(v) there are novel legal issues presented.

Notes to the Consolidated Financial Statements for the year ended March 31, 2022

All amounts are in ₹ lakhs unless otherwise stated

However, in respect of the above matters, management does not believe, based on currently available information, that the outcomes of the litigation, will have a material adverse effect on the Group's financial condition, though the outcomes could be material to the Group's operating results for any particular period, depending, in part, upon the operating results for such period.

41. Commitments

(i) Estimated amount of contract with minimum commitment for plant activity ₹ 3,256.50 lakhs (March 31, 2021 ₹ 1,184.50 lakhs).

(ii) Estimated amount of contracts remaining to be executed on capital account of property, plant and equipment is ₹ 9,095.55 lakhs as at March 31, 2022 (March 31, 2021 ₹ 9,178.70 lakhs) and Intangible assets is ₹ 502.95 lakhs as at March 31, 2022 (March 31, 2021 ₹ 890.84 lakhs) against which advances paid aggregate ₹ 1232.86 lakhs as at March 31, 2022 (March 31, 2021 ₹ 781.37 lakhs).

42: Research and development expenditure

The Group has incurred the following expenses on research and development activity:

Particulars (Refer footnote)	For the year ended March 31, 2022	For the year ended March 31, 2021
On Property, plant and equipment	283.62	401.95
On items which have been expensed during the year		
- Materials	346.29	339.67
- Employee benefits expense	2,239.77	1,905.77
- Breeding expense	460.52	352.45
- Professional fees	39.15	40.73
- Consumables	152.85	284.82
- Finance costs	3.65	1.71
- Travelling expenses	30.88	13.94
- Rent	43.95	42.25
- Depreciation and amortisation expense	395.59	283.43
- Others	639.61	475.89
Expenses - External agency	24.74	-
Total	**4,660.62**	**4,142.61**

During the year, the Group has also incurred ₹ 142.91 lakhs (March 31, 2021 ₹ 207.91 lakhs) towards capital research and development expenditure which is included under capital work-in-progress.

The total amount included in intangible assets under development (net of provision) as at March 31, 2022 is ₹ 7,432.73 lakhs (as at March 31, 2021 ₹ 5,877.18 lakhs).

Footnote:

The above figures include the amounts based on separate accounts for the Research and Developments ("R&D") Centre recognised by the Department of Scientific & Industrial Research ("DSIR"), Ministry of Science and Technology for in-house research (consonance with the DSIR guidelines for in-house R & D Centre will be evaluated at the time of filing the return with DSIR).

Notes to the Consolidated Financial Statements for the year ended March 31, 2022

All amounts are in ₹ lakhs unless otherwise stated

43. Other expenses include Auditors' Remuneration as under:

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
To statutory auditors		
For audit	57.55	57.67
For limited review of quarterly results	23.10	23.10
For taxation matters	10.60	10.60
For other services	2.75	2.75
Reimbursement of expenses	1.41	3.46

Recoverable taxes which is being claimed for set-off as input credit has not been included in the expenditure above.

44. Disclosures as required under Schedule III to the Companies Act 2013 with respect to consolidated financial statements.

a) As at and for the year ended March 31, 2022

Name of the entity in the Group	As at March 31, 2022		For the year ended March 31, 2022		For the year ended March 31, 2022		For the year ended March 31, 2022	
	Net assets*		Share in profit or loss		Share in other comprehensive income		Share in total comprehensive income	
	As % of consolidated net assets	Amount	As % of consolidated profit or loss	Amount	As % of consolidated other comprehensive income	Amount	As % of consolidated total comprehensive income	Amount
Parent								
Rallis India Ltd.	100.00%	1,69,665.37	100.05%	16,427.42	116.15%	(65.23)	99.99%	16,362.19
Subsidiary (Group's share)								
Indian								
Rallis Chemistry Exports Ltd.#	0.00%	-	0.00%	-	-	-	-	-
Foreign								
PT. Metahelix Lifesciences Indonesia#	0.00%	-	(0.01%)	(0.26)	-	-	(0.01%)	(0.26)
Total Eliminations/Adjustments#	0.00%	-	0.00%	-	-	-	0.00%	-
Exchange differences on translation of foreign operations#	0.00%	-	(0.04%)	(7.24)	(16.15%)	9.07	0.01%	1.83
Total	**100.00%**	**1,69,665.37**	**100.00%**	**16,419.92**	**100.00%**	**(56.16)**	**100.00%**	**16,363.76**

Notes to the Consolidated Financial Statements for the year ended March 31, 2022

All amounts are in ₹ lakhs unless otherwise stated

b) As at and for the year ended March 31, 2021

Name of the entity in the Group	As at March 31, 2021		For the year ended March 31, 2021		For the year ended March 31, 2021		For the year ended March 31, 2021	
	Net assets*		Share in profit or loss		Share in other comprehensive income		Share in total comprehensive income	
	As % of consolidated net assets	Amount	As % of consolidated profit or loss	Amount	As % of consolidated other comprehensive income	Amount	As % of consolidated total comprehensive income	Amount
Parent								
Rallis India Ltd.	99.96%	1,59,137.26	100.05%	18,546.60	94.75%	132.42	100.01%	22,998.96
Subsidiary (Group's share)								
Indian								
Rallis Chemistry Exports Ltd.#	0.00%	-	0.00%	-	-	-	0.00%	-
Foreign								
PT. Metahelix Lifesciences Indonesia#	0.04%	68.60	0.00%	0.05	-	-	(0.64%)	0.05
Total Eliminations/Adjustments#	0.00%	-	(0.05%)	(9.93)	-	-	(0.34%)	(9.93)
Exchange differences on translation of foreign operations#	0.00%	-	-	-	5.25%	7.33	(0.02%)	7.33
Total	**100.00%**	**1,59,205.86**	**100.00%**	**18,536.72**	**100.00%**	**139.75**	**99.01%**	**22,996.41**

*Net assets = total assets minus total liabilities

less than 0.01%

45. Disolosure under Ind AS 115 - Revenue from contracts with customers

The Group is engaged into manufacturing of agri inputs.There is no impact on the Group's revenue on applying Ind AS 115 from the contract with customers.

Disaggregation of revenue from contracts with customers

Particulars	2021-22			2020-21		
	Agri Inputs	Others	Total	Agri Inputs	Others	Total
1) Revenue from contracts with customers:						
Sale of products (Transferred at point in time)						
Manufacturing						
India	1,57,770.68	-	1,57,770.68	1,45,296.94	-	1,45,296.94
Asia (Other than India)	25,117.80	-	25,117.80	24,584.82	-	24,584.82
North America	30,247.96	-	30,247.96	25,981.29	244.03	26,225.32
South America	5,964.06	-	5,964.06	13,729.51	-	13,729.51
Africa	4,075.42	-	4,075.42	1,132.37	-	1,132.37
Europe	4,816.73	-	4,816.73	5,293.39	-	5,293.39
Australia	427.46	-	427.46	272.69	-	272.69
Total (A)	**2,28,420.11**	**-**	**2,28,420.11**	**2,16,291.01**	**244.03**	**2,16,535.04**
Trading						
India	30,187.58	-	30,187.58	25,002.61	-	25,002.61
Asia (Other than India)	182.53	-	182.53	89.59	-	89.59
Africa	272.40	-	272.40	218.41	-	218.41
Total (B)	**30,642.51**	**-**	**30,642.51**	**25,310.61**	**-**	**25,310.61**
Total (A) + (B)	**2,59,062.62**	**-**	**2,59,062.62**	**2,41,601.63**	**244.03**	**2,41,845.66**
2) Sale of services	50.09	-	50.09	57.50	-	57.50
3) Other operating revenue						
Sale of scrap	1,107.18	-	1,107.18	546.19	-	546.19
Liabilities written back	173.48	-	173.48	494.15	-	494.15
	1,280.66	**-**	**1,280.66**	**1,040.34**	**-**	**1,040.34**
Total Revenue	**2,60,393.37**	**-**	**2,60,393.37**	**2,42,699.47**	**244.03**	**2,42,943.50**

Major segment

Particulars	2021-22			2020-21		
	Agri Inputs	Others	Total	Agri Inputs	Others	Total
Crop Protection*	2,08,291.60	-	2,08,291.60	1,88,090.76	-	1,88,090.76
Crop Nutrition	14,302.09	-	14,302.09	12,888.07	-	12,888.07
Polymer	-	-	-	-	244.03	244.03
Seeds	34,912.59	-	34,912.59	39,890.24	-	39,890.24
Others	1,556.33	-	1,556.33	732.55	-	732.55
Total	**2,59,062.62**	**-**	**2,59,062.62**	**2,41,601.62**	**244.03**	**2,41,845.65**

* Crop Protection includes Fungicides, Herbicides and Insecticides.

Sales by performance obligations

Particulars	2021-22			2020-21		
	Agri Inputs	Others	Total	Agri Inputs	Others	Total
Upon shipment	71,104.36	-	71,104.36	71,302.08	244.03	71,546.11
Upon delivery	1,87,958.26	-	1,87,958.26	1,70,299.54	-	1,70,299.54
Total	**2,59,062.62**	**-**	**2,59,062.62**	**2,41,601.62**	**244.03**	**2,41,845.65**

Notes to the Consolidated Financial Statements for the year ended March 31, 2022

All amounts are in ₹ lakhs unless otherwise stated

Reconciliation of revenue from contract with customer

Particulars	2021-22	2020-21
Revenue from contract with customer as per the contract price	3,22,095.69	3,07,586.61
Adjustments made to contract price on account of :-		
a) Discounts / Rebates / Incentives	14,929.46	19,659.84
b) Sales Returns /Credits / Reversals	48,103.61	46,081.11
Revenue from contract with customer as per the statement of Profit and Loss	2,59,062.62	2,41,845.65
Sale of services	50.09	57.51
Other operating revenue	1,280.66	1,040.34
Revenue from Operations	**2,60,393.37**	**2,42,943.50**

46. Exceptional item as disclosed in Profit and Loss Statement for the year ended March 31, 2021, comprises profit on sale of flats (net of costs).

47. PT Metahelix Lifesciences Indonesia (erstwhile subsidiary of the Company) had received approval for cancellation of its Company Registration Number and revocation of its business license in March 2021. Further, on March 23, 2022, PT Metahelix received a certificate for cancellation of its Tax Identification Number and consequentially ceased to be a subsidiary of the Company effective the said date.

48. The Group does not have any transactions with any defunct companies.

49. Subsequent event

The Board of Directors of the Holding Company at its meeting held on April 21, 2022 has recommended a dividend of ₹ 3 per equity share (March 31, 2021 ₹ 3 per equity share), subject to shareholders approval at annual general meeting.

50. The MCA wide notification dated 24 March, 2021 has amended Schedule III to the Companies Act, 2013 in respect of certain disclosures. The Company has incorporated appropriate changes in the above results.

As per our report of even date attached
For B S R & Co. LLP

Chartered Accountants
Firm's Registration No. 101248W/W-100022

Tarun Kinger
Partner
Membership No. 105003

Mumbai, April 21, 2022

For and on behalf of the Board of Directors of Rallis India Limited

Sanjiv Lal *Managing Director & CEO*
(DIN: 08376952)

R. Mukundan *Director*
(DIN: 00778253)

Subhra Gourisaria *Chief Financial Officer*
(M. No. 062955)

Yashaswin Sheth *Company Secretary*
(M. No. A15388)

Mumbai, April 21, 2022